STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF E.G.L. RESOURCES, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 24416

PRE-HEARING STATEMENT

E.G.L. Resources, Inc. ("E.G.L." or "Applicant") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT ATTORNEYS

E.G.L. Resources, Inc.

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INTERESTED PARTY ATTORNEY

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STATEMENT OF THE CASE

E.G.L. seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the W/2 of Sections 10 and 15, Township 18 South, Range 33 East, Lea County, New Mexico ("Unit"). The Unit will be dedicated to the following proposed wells ("Wells"):

- a. The **Smithers 10-15 Fed Com 101H Well**, to be drilled from a surface hole location in the SE/4 SW/4 (Unit N) of Section 15 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 10; and
- b. The **Smithers 10-15 Fed Com 102H, 103H, 201H, and 203H Wells**, to be drilled from a surface hole location in the SE/4 SW/4 (Unit N) of Section 15 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 10.

The completed intervals of the Wells will be orthodox. The completed interval of the **Smithers 10-15 Fed Com 102H Well** will be located within 330'of the quarter-quarter section line separating the W/2 W/2 and E/2 W/2 of Sections 10 and 15 to allow for the creation of a 640-acre standard horizontal spacing unit.

Also to be considered will be the cost of drilling and completing the Wells and the allocation of the costs and a 200% charge for the risk involved in drilling and completing the Wells. The Wells are located approximately 10 miles southeast of Maljamar, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Matthew Langhoff	Landman	Affidavit	Approx. 5
Matthew Pardee	Geologist	Affidavit	Approx. 6

PROCEDURAL MATTERS

Applicant intends to present this case by affidavit if there is no opposition to its application.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Pre-Hearing Statement was sent to the following counsel of record on this 3rd day of July, 2024:

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QUESTIONS

Action 360859

QUESTIONS

Operator:	OGRID:
E G L RESOURCES INC	173413
P.O. Box 10886	Action Number:
Midland, TX 79702	360859
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	Not answered.	
Testimony time (in minutes)	Not answered.	