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

APPLICATION OF AVANT OPERATING, LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 24688

AVANT OPERATING, LLC'S PRE-HEARING STATEMENT

Avant Operating, LLC ("Avant") submits this Pre-Hearing Statement for the above-referenced cases pursuant to the rules of the Oil Conservation Division.

APPEARANCES

<u>APPLICANT</u> ATTORNEY

Avant Operating, LLC

Deana M. Bennett

Earl E. DeBrine, Jr.

Yarithza Peña

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

P. O. Box 2168

Albuquerque, New Mexico 87103-2168

(505) 848-1800

OTHER PARTIES ATTORNEY

None

STATEMENT OF CASE

APPLICANT:

In Case No. 24688, Avant seeks an order from the Division pooling all uncommitted interests within a standard 640-acre, more or less, Bone Spring horizontal spacing unit comprising the S/2 of Sections 35 and 36, Township 18 South, Range 32 East, N.M.P.M., Lea County, New

Mexico. This spacing unit will be dedicated to the Alpha Wolf 36 Federal Com 301H; Alpha Wolf 36 Federal Com 302H; Alpha Wolf 36 Federal Com 303H; Alpha Wolf 36 Federal Com 501H; Alpha Wolf 36 Federal Com 502H; Alpha Wolf 36 Federal Com 503H; Alpha Wolf 36 Federal Com 601H; Alpha Wolf 36 Federal Com 602H; and Alpha Wolf 36 Federal Com 603H wells, to be horizontally drilled. The producing area for the wells are expected to be orthodox. The completed intervals for the Alpha Wolf 36 Federal Com 302H, Alpha Wolf 36 Federal Com 502H, Alpha Wolf 36 Federal Com 602H wells are expected to be less than 330 feet from the adjoining tracts, thereby allowing for the inclusion of the proximity tracts within the proposed spacing unit. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating, LLC as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 10.8 miles south of Maljamar, New Mexico.

PROPOSED EVIDENCE

APPLICANT:

WITNESS	ESTIMATED TIME	EXHIBITS
Landman: Sophia Guerra	Approx. 10 minutes	Approx. 7
Geologist: John Harper	Approx. 10 minutes	Approx. 7

PROCEDURAL ISSUES

If there are no objections, Avant intends to present this case by affidavit.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

Deana M. Bennett

Earl E. DeBrine, Jr.

By: Wella y. Bennett

Yarithza Peña

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 Deana.bennett@modrall.com

Earl.debrine@modrall.com

Yarithza.pena@modrall.com

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 365336

QUESTIONS

Operator:	OGRID:	
Avant Operating, LLC	330396	
1515 Wynkoop Street	Action Number:	
Denver, CO 80202	365336	
	Action Type:	
ı	[HEAR] Prehearing Statement (PREHEARING)	

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	2	
Testimony time (in minutes)	Not answered.	