

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

**APPLICATION OF ADMIRAL PERMIAN
OPERATING LLC FOR COMPULSORY
POOLING AND APPROVAL OF A NON-
STANDARD HORIZONTAL SPACING UNIT,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 25709

PRE-HEARING STATEMENT

Admiral Permian Operating LLC (“Admiral” or “Applicant”) submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT

Admiral Permian Operating LLC

ATTORNEYS

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INTERESTED PARTY

MRC Permian Company

ATTORNEYS

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STATEMENT OF THE CASES

Admiral seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 480-acre, more or less, non-standard horizontal spacing unit comprised of the W/2

W/2 of Section 17 and E/2 of Section 18, Township 23 South, Range 28 East, Eddy County, New Mexico ("Unit"). The Unit will be dedicated to the following U-turn wells ("Wells"):

- **Carrasco Estates Fee Unit 401H**, which will be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18 to bottom hole locations in the SW/4 SW/4 (Unit M) of Section 17; and
- **Carrasco Estates Fee Unit 421H**, which will be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18 to bottom hole locations in the SW/4 SE/4 (Unit O) of Section 18.

The completed intervals of the Wells will be orthodox.

Admiral also requests approval of a non-standard horizontal spacing unit pursuant to Rule 19.15.16.15(B)(5) NMAC, which will create cost efficiencies, prevent waste, and protect correlative rights.

Also to be considered will be the cost of drilling and completing the Wells, the allocation of the costs, the designation of Applicant as operator of the Wells and the Unit, and a 200% charge for the risk involved in drilling and completing the Wells.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Hunter Hall	Landman	Affidavit	Approx. 5
William Andrew Carroll	Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

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

Respectfully submitted,

HARDY McLEAN LLC

/s/ Dana S. Hardy

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Counsel for Admiral Permian Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on the following
counsel of record via electronic mail on January 29, 2025:

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
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QUESTIONS

Action 547874

QUESTIONS

Operator: Admiral Permian Operating LLC 200 N. Loraine St Midland, TX 79701	OGRID: 332762
	Action Number: 547874
	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.