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

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

CASE NO. 20719

AMEREDEV OPERATING LLC'S PREHEARING STATEMENT

Ameredev Operating LLC ("Ameredev") (OGRID No. 372224) submits the following Prehearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

Ameredev Operating LLC

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<u>APPLICANT'S STATEMENT OF CASE</u>

Ameredev seeks an order (1) pooling all uncommitted interest in the Wolfcamp formation (Pool Code 33813) underlying a standard 640-acre, more or less, spacing unit comprised of the W/2 W/2 of Section 29, E/2 E/2 of Sections 30 and 31, and the W/2 W/2 of Section 32, Township 25 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and (2) dedicating the above-referenced horizontal spacing unit to the proposed **Redbud Fed Com 25-36-32 121H Well**, which

will be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 5, Township 26 South, Range 36 East, to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 29. The completed interval of the **Redbud Fed Com 25-36-32 121H Well** will remain within 330 feet of the section line separating: (1) the W/2 W/2 of Section 29 from the E/2 E/2 of Section 30, and (2) the W/2 W/2 of Section 32 from the E/2 E/2 of Section 31 to allow inclusion of this offsetting acreage into a standard 640-acre horizontal well spacing unit.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Brandon Forteza – Landman	Via Affidavit	Approx. 5
Parker Foy – Geologist	Via Affidavit	Approx. 3

PROCEDURAL MATTERS

If unopposed, Ameredev intends to present this case by affidavits.

Respectfully submitted,

HOLLAND & HART LLP

3y:

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