2017 DEC 11 P 3: 23

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

APPLICATION OF CHISHOLM ENERGY OPERATING, LLC FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NOS. 15865, 15866, 15867, 1586 - Consolidated

APPLICATION OF GREAT WESTERN DRILLING LTD. FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NOS. 15875, 15876
- Consolidated

AMENDED PRE-HEARING STATEMENT

Great Western Drilling Ltd. and Great Western Drilling Company ("Great Western"), along with Advance Energy Partners ("Advance" or "AEP") provide this Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

APPLICANTS AND RESPONDENTS
GREAT WESTERN DRILLING LTD.
AND GREAT WESTERN DRILLING
COMPANY

GREAT WESTERN DRILLING LTD.,
GREAT WESTERN DRILLING
COMPANY AND ADVANCE ENERGY
PARTNERS' ATTORNEY

ADVANCE ENERGY PARTNERS

J. Scott Hall, Esq.
Seth McMillan
MONTGOMERY & ANDREWS, P.A.
P.O. Box 2307
Santa Fe, NM 87504-2307
Tele (505) 982-3873
shall@montand.com

OTHER PARTIES

OTHER PARTIES' ATTORNEY

CHISHOLM ENERGY OPERATING,

LLC

Michael H. Feldewert
Jordan L. Kessler
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, NM 87504-2208
mfeldewert@hollandhart.com
jlkessler@hollandhart.com

TIM S. CASHON, JOHN R. DELANEY

and ALLENCRESTNM I

James Bruce

Post Office Box 1056 Santa Fe, NM 87504 jamesbruc@aol.com

MEWBOURNE OIL COMPANY

James Bruce

Post Office Box 1056 Santa Fe, NM 87504 jamesbruc@aol.com

STATEMENT OF THE CASE

Chisolm Energy Operating, LLC and Great Western have filed countervailing compulsory pooling/non-standard unit applications covering lands in Section 34, Township 21 South, Range 34 East, NMPM, Lea County, New Mexico which seek to pool all uncommitted interests in the Bone Spring formation underlying the acreage described in the Applications. All six of the Applications filed by the parties should be consolidated for hearing.

Great Western has made countervailing development proposals to Chisolm and other interest owners. Recently, Great Western and Advance Energy Partners have reached agreement for Advance to acquire Great Western's acreage interests in Section 34. Advance will operate the properties going forward and has accordingly intervened in these matters. Representatives from both companies will be in attendance at the hearing. Advance Energy Partners adopts this and the previous Pre-Hearing Statements filed by Great Western in these matters.

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PROPOSED EVIDENCE

GREAT WESTERN DRILLING LTD. GREAT WESTERN DRILLING COMPANY AND ADVANCE ENERGY PARTNERS	EST. TIME	<u>EXHIBITS</u>
WITNESSES: Carter Muire or Tom Magee, Land (Great Western) Russell Rich or Terry Worthington, Geo (Great Western) David Scott, Land (AEP) David Harwell, Petroleum Engineer (AEP)	15 minutes 20 minutes 10 minutes	6 6
Dave Harwell, Petroleum Engineer (AEP)	20 minutes	6
CHISOLM ENERGY OPERATING, LLC <u>WITNESSES</u> :	EST. TIME	<u>EXHIBITS</u>
TIM S. CASHON, JOHN R. DELANEY and ALLENCRESTNM <u>WITNESSES:</u>	EST. TIME	<u>EXHIBITS</u>
MEWBOURNE OIL COMPANY WITNESSES:	EST. TIME	<u>EXHIBITS</u>

PROCEDURAL MATTERS

The six Applications in these matters should be consolidated for hearing.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

By: 1. Soun Hall

J. Scott Hall

Seth C. McMillan

Post Office Box 2307

Santa Fe, New Mexico 87504-2307

(505) 982-3873

shall@montand.com

smcmillan@montand.com

Attorneys for Great Western Drilling Ltd., Great Western Drilling Company and Advance Energy Partners

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on the following counsel of record by electronic mail on December 11, 2017:

Michael H. Feldewert
Jordan L. Kessler
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, NM 87504-2208
mfeldewert@hollandhart.com
ilkessler@hollandhart.com

James Bruce Post Office Box 1056

Santa Fe, NM 87504

jamesbruc@aol.com

Attorney for Mewbourne Oil Company, et al.

1. Sour-day

J. Scott Hall