Goetze, Phillip, EMNRD

From:	Verner, Frederick C <fredverner@chevron.com></fredverner@chevron.com>
Sent:	Tuesday, May 15, 2018 12:38 PM
То:	Goetze, Phillip, EMNRD
Subject:	RE: Chevron's Comp Pooling Case

Phil

I'll give you a call after you have a chance to think about this:

The case is No. 16152 compulsory pooling of CB SO 15 22 004 1, 2 & 3 H. Section 15 and 22 of T23S R28E.

The issue is this:

Per the lease broker's original review, all (supposedly) interested parties were notified. We provided notice and AFE's etc. We have agreement or are making AFE adjustments to satisfy everyone. I don't think anyone is going to protest. BUT...

Late last week our title work uncovered a small interest owner (1%) that the lease broker missed. We know the owner and have his shallow interests leased, but not the Bone Spring / Wolfcamp. We have been in contact with him and believe we can work with him but can't get things resolved by Thursday. He is accessible but in Mexico.

We would like to proceed with the hearing on the 17th with the understanding that OCD may not be able to render an order until we closed the case with this last party – something we believe we can do quickly. I presume we could submit the required document at the next hearing, if not before.

So I just wanted to confirm this approach would be acceptable as we are hustling to keep this area on the drill schedule.

Fred

From: Goetze, Phillip, EMNRD [mailto:Phillip.Goetze@state.nm.us] Sent: Tuesday, May 15, 2018 12:05 PM To: Verner, Frederick C <fredverner@chevron.com> Subject: [**EXTERNAL**] Chevron's Comp Pooling Case

Give me a call / e-mail on the case – i.e. I know Feldewert is counsel – well name / location / any clue would help.....

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