

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

**APPLICATION OF COLGATE OPERATING LLC
TO AMEND ORDER NO. R-21405,
EDDY COUNTY, NEW MEXICO**

**CASE NO. 21941
ORDER NO. R-21405
(Re-Open)**

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Colgate Operating, LLC

ATTORNEY

Earl E. DeBrine, Jr.
Deana M. Bennett
Lance D. Hough
MODRALL, SPERLING, ROEHL,
HARRIS & SISK, P.A.
P. O. Box 2168
Albuquerque, New Mexico 87103-2168
(505) 848-1800
edebrine@modrall.com
deana.bennett@modrall.com
ldh@modrall.com

INTERESTED PARTY

None

STATEMENT OF CASE

Colgate seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21405 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21405 on July 29, 2020, which designated Colgate as the operator of and pooled uncommitted interest owners within two 160-acre Bone Spring horizontal spacing units comprised of the N/2 S/2 of Section 22, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico (designated to the **Rincon 22 State 123H** and **Rincon**

22 State 133H wells) and S/2 S/2 of Section 22, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico (designated to the **Rincon 22 State 124H** and **Rincon 22 State 134H** wells). The Order requires commencement of drilling the wells within one year of the date of the Order unless Colgate obtains an extension by an amendment of this Order for good cause shown. Good cause exists for Colgate's request for an extension of time due to limitations from the pandemic and recent market conditions.

PROPOSED EVIDENCE

APPLICANT:

<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Mark Hajdik – Landman	Approx. 2 Minutes	Approx. 5

PROCEDURAL ISSUES

Colgate is not aware of an entry of appearance or request for continuance from any party in this case. Accordingly, Colgate does not anticipate any opposition to this case and intends to present its evidence by affidavit.

Respectfully submitted,

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

By: _____


Earl E. DeBrine, Jr.
Deana M. Bennett
Lance D. Hough
Post Office Box 2168
500 Fourth Street NW, Suite 1000
Albuquerque, New Mexico 87103-2168
Telephone: 505.848.1800
edebrine@modrall.com
deana.bennett@modrall.com
ldh@modrall.com
Attorneys for Applicant