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

APPLICATION OF COLGATE OPERATING LLC TO AMEND ORDER NO. R-21440, EDDY COUNTY, NEW MEXICO

CASE NO. 21943 ORDER NO. R-21440 (Re-Open)

PRE-HEARING STATEMENT

Colgate Operating, LLC ("Colgate") submits this Pre-Hearing Statement for the abovereferenced cases pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

Colgate Operating, LLC

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INTERESTED PARTY

None

STATEMENT OF CASE

Colgate seeks an order from the Oil Conservation Division for the limited purposes of amending Order No. R-21440 to allow for a one-year extension of time to commence drilling the wells under the Order. The Division issued Order No. R-21440 on August 24, 2020, which designated Colgate as the operator of and pooled uncommitted interest owners within two 320-acre, more or less, Bone Spring horizontal spacing units comprised of the N/2 N/2 of Section 27 and N/2 N/2 of Section 28, Township 19 South, Range 28 East, NMPM, Eddy County, New

Mexico (designated to the Weaver 27 State Com 121H and Weaver 27 State Com 131H wells) and S/2 N/2 of Section 27 and S/2 N/2 of Section 28, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico (designated to the Weaver 27 State Com 122H and Weaver 27 State Com 132H 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:

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