

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

COG OPERATING, LLC'S AMENDED APPLICATION FOR SPECIAL POOL RULES IN CERTAIN YESO POOLS, EDDY AND LEA COUNTIES NEW MEXICO.

**CASE NO. 14613** 

APPLICATION OF BURNETT OIL CO., INC. AND HUDSON OIL COMPANY OF TEXAS FOR CONSOLIDATION AND EXPANSION OF AND ADOPTION OF SPECIAL POOL RULES FOR CERTAIN YESO POOLS IN LEA AND EDDY COUNTIES, NEW MEXICO.

**CASE NO. 14647** 

### **CONCHO'S EXHIBIT LIST**

No.	Description	Offer	Admit
l	POOL MAP		
2	TABLE OF OWNERSHIP		
3	MAP OF EACH POOL WITH OPERATORS & OFFSETS		
4	LETTERS OF SUPPORT		
5	TABLE OF SUPPORT PERCENTAGES		
6	LETTER OF SUPPORT MAP		
7	CROSS-SECTION ORIENTATION MAP		
8	CROSS-SECTION		
9	ORIENTATION PLAT		
10	CROSS-SECTION (GISSLER WELLS)		
11	CROSS-SECTION (ELECTRA WELLS)		
12	YESO FORMATION DESCRIPTION		
13	YESO DRAINAGE AVERAGE		
14	12 MO. CUM OIL PROD VS. PHiH		
15	ILLUSTRATION OF DEPTH OF PRODUCTIVE LENSES		
16	ILLUSTRATION OF CURRENT DENSITY		
	CONNECTIVITY		
17	CROSS-SECTION (STEVENS WELLS)		
18	STEVENS A PRODUCTION CURVE		
19	CROSS-SECTION (GISSLER A WELLS)		
20	GISSLER A PRODUCTION CURVE		
21	CROSS-SECTION (GISSLER/OAK LAKE WELLS)		
22	GISSLER PRODUCTION CURVE		
23	CADDO FED 10-ACRE DEVELOPMENT		
24	MC FED 10-ACRE DEVELOPMENT		
25	10-ACRE VS. 20- ACRE ILLUSTRATION PLAT		

26	YESO NORMALIZED OIL PROD -10 VS. 20	
27	YESO ULTIMATE RECOVERY – 10 VS. 20	
28	YESO – INITIAL 6 MO. VS. TIME	
29	YESO – PEAK RATE VS. TIME	
30	DEVELOPMENT OF PRORATION UNIT W/ CURRENT	
	ALLOWABLE	
31	STATE 20 B LEASE PRODUCTION	
32	DALE H PARKE LEASE PRODUCTION	
33	YUCCA STATE LEASE PRODUCTION	
34	MC FEDERAL LEASE PRODUCTION	
35	DIVISION ORDER NO. 12199	
36	SHELF OIL ANALYSIS	
37	SHELF GEOCHEMICAL ANALYSIS	
38	DRAINAGE CALCULATIONS	
39	NOTICE PACKET	
40	PRODUCER MAP	

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

COG OPERATING, LLC'S AMENDED APPLICATION FOR SPECIAL POOL RULES IN CERTAIN YESO POOLS, EDDY AND LEA COUNTIES, NEW MEXICO.

**CASE NO. 14613** 

APPLICATION OF BURNETT OIL CO., INC. AND HUDSON OIL COMPANY OF TEXAS FOR CONSOLIDATION AND EXPANSION OF AND ADOPTION OF SPECIAL POOL RULES FOR CERTAIN YESO POOLS IN LEA AND EDDY COUNTIES, NEW MEXICO.

Case No. 14647

# AMENDED PRE-HEARING STATEMENT

This pre-hearing statement is submitted by COG Operating, LLC ("Concho") as required by the Oil Conservation Division.

#### **APPEARANCES**

### **APPLICANT**

COG Operating, LLC Attn: David Evans 550 West Texas Ave. Midland, TX 79701 (432) 683-7443

#### **ATTORNEY**

Ocean Munds-Dry, Esq. Holland & Hart LLP 110 N. Guadalupe Suite 1 Santa Fe, NM 79701 (505) 988-4421

# **INTERESTED PARTY**

**Apache Corporation** 

# **ATTORNEY**

Earl DeBrine
John Cooney
Modrall Sperling Roehl Harris & Sisk PA

500 4th St NW #1000 Albuquerque, NM 87102-2168 (505) 848-1800 (505) 848-1891 fax

## **INTERESTED PARTY**

## **ATTORNEY**

Burnett Oil Co., Inc. and Hudson Oil Company of Texas Michael Campbell Campbell Law Firm 110 N. Guadalupe St. Suite 6 Santa Fe, NM 87501

#### STATEMENT OF THE CASE

#### **APPLICANT**

Applicant seeks an order establishing special rules and regulations for the Artesia Glorieta-Yeso, Bear Grass Draw Glorieta-Yeso, Cedar Lake Glorieta-Yeso, Empire Glorieta-Yeso, East Empire Glorieta-Yeso, Fren Glorieta-Yeso, East Fren Glorieta-Yeso, Grayburg Jackson Seven Rivers-Queen-Grayburg-San Andres-Glorieta-Yeso (Paddock), Grayburg Jackson Seven Rivers-Queen-Grayburg-San Andres (within the Dodd and Burch Keely Units), Grayburg Jackson Yeso, North Leamex Paddock, Loco Hills Glorieta-Yeso, and West Maljamar Yeso, and Cancellation of Overproduction, Lea and Eddy Counties, New Mexico, including a depth bracket allowable of 300 barrels of oil per day and no limiting gas-oil ratio. The pools are located approximately 12 miles east of Artesia, New Mexico and 17 miles west of Lovington, New Mexico.

Additionally, if Burnett/Hudson's application<sup>1</sup> in Case 14647 is consolidated with Concho's application, then Concho objects to the following: (1) consolidation of 6 Yeso pools and (2) 2 Yeso wells per 40-acre spacing unit; and (3) a 187 barrel of oil per day depth bracket allowable and a 2000 to 1 gas: oil ratio. Concho does not object to the proposed balancing rule.

#### PROPOSED EVIDENCE

## **APPLIC**ANT

**WITNESSES** 

EST. TIME

**EXHIBITS** 

Brandon Gaynor

Approx. 1 hour

Approx. 10

Petroleum Landman

<sup>&</sup>lt;sup>1</sup> Burnett/Hudson filed an amended application on Friday, May 6, 2011. Concho is assuming for the purposes of this pre-hearing statement, that the Division will consider Burnett/Hudson's amended application. Concho therefore reserves the right to amend this pre-hearing statement, should the Division determine the amended application will not be considered at the special examiner hearing docket on May 16-17,2011.

Ramon Reyes,
Petroleum Geologist

TJ Midkiff
Petroleum Engineer

Approx. 2 hours

Approx. 20

Approx. 2 hours

Approx. 20

Approx. 1 hour

Approx. 10

Reservoir Engineer

# PROCEDURAL MATTERS

COG Operating, LLC opposes consolidation of this case with Case No. 14647. COG also respectfully requests Burnett/Hudson's second motion to compel be denied.

Sincerely,

Ocean Munds-Dry

Attorney for COG Operating, LLC

# CERTIFICATE OF SERVICE

I certify that on <u>5/9/2011</u> I served a copy of the foregoing document to the following by:

Michael Campbell (Hand Delivery) Campbell Trial Law, LLC 110 N. Guadalupe Santa Fe, NM 87501 (505) 820-9959 (505) 820-1926 fax ATTORNEY FOR BURNETT OIL CO. AND HUDSON OIL CO. INC.

Earl DeBrine E. Jr. (U.S. Mail) John R. Cooney Modrall Sperling Roehl Harris & Sisk PA 500 4th St NW #1000 Albuquerque, NM 87102-2168 (505) 848-1800 (505) 848-1891 fax

ATTORNEYS FOR APACHE ENERGY CORPORATION