

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

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

CASE NO. 15930

AMEREDEV'S PRE-HEARING STATEMENT

Ameredev Operating, LLC, ("Ameredev") submits this pre-hearing statement as required by the Oil Conservation Division Rule 19.15.4.13.B.

APPEARANCES

APPLICANT

Ameredev Operating, LLC

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

Ameredev seeks an order from the Division (1) creating a 320-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Section 22 and the W/2 W/2 of Section 15, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Wolfcamp formation. This spacing unit will be the project area for two proposed initial wells, to be drilled and completed simultaneously: the proposed **Magnolia State Com 26-36-22 No. 101H Well** and the proposed **Magnolia State Com 26-36-22**

No. 111H Well. These wells will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 22 to a standard bottom hole location in the NW/4 NW/4 (Unit D) of Section 15. The completed interval for each well will remain within the 330-foot standard offset required by the Statewide Rules set forth in 19.15.15 NMAC.

APPLICANT'S PROPOSED EVIDENCE

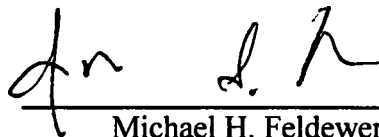
| WITNESS Name and Expertise | ESTIMATED TIME | EXHIBITS |
|---|-----------------------|-----------------|
| Brandon Forteza, Landman | Approx. 10 minutes | Approx. 6 |
| Eric Rhoden, Vice President of Geology | Approx. 10 minutes | Approx. 4 |

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART LLP



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