

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

JUN 21 2018 PM04:27

**APPLICATION OF TAP ROCK OPERATING, LLC
FOR A NON-STANDARD SPACING AND PRORATION
UNIT AND COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO**

CASE NO. 16165

AMENDED PRE-HEARING STATEMENT

Tap Rock Operating, LLC provides this Amended Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

APPLICANT

Tap Rock Operating, LLC

ATTORNEYS

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OPPONENT

Mewbourne Oil Company

ATTORNEY

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INTERESTED PARTY

Cimarex Energy Co.

ATTORNEYS

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INTERESTED PARTY

Devon Energy Production Company, L.P.

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STATEMENT OF THE CASE

Applicant seeks an order approving a non-standard spacing and proration unit comprised of the N/2 of Section 6 and the N/2 of Section 5, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico, pooling all mineral interests in the Wolfcamp formation (Purple Sage-Wolfcamp Pool) underlying the non-standard unit. The unit will be dedicated to Applicant's proposed Pliny the Elder 23S27E0605 #201H well.

Mewbourne Oil Company opposes Tap Rock's proposed non-standard unit and its plan for development. Cimarex has filed a pre-hearing statement to preserve its right to present testimony at hearing in order to properly protect its correlative rights. Devon Energy Production Company supports Tap Rock's proposed non-standard unit and its plan for development for the unit because in Devon's opinion the drilling of the proposed well will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

PROPOSED EVIDENCE

| <u>APPLICANT'S WITNESSES</u> | <u>EST. TIME</u> | <u>EXHIBITS</u> |
|------------------------------------|------------------|-----------------|
| Erica Hixson, Land | 20 min. | 6 |
| Adam Smith, Geologist | 20 min. | 4 |
| Rob Tonnsen, Geologist (alternate) | | |

PROCEDURAL MATTERS

None.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

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Attorneys for Tap Rock Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that the foregoing was served on the following by email on June 21, 2018:

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