

SPECIAL DOCKET: OIL CONSERVATION DIVISION HEARINGS - Friday, August 14, 2020

8:30 a.m.

Persons may view and participate in the hearings through the following link:

Meeting number: 146 343 5477

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Applications for hearing shall be filed at least thirty (30) days in advance of the hearing date. A party who intends to present evidence shall file a pre-hearing statement no later than the close of business on the Thursday prior to the hearing date and serve a copy on the other parties, if any. The hearing examiner will dismiss the application if the applicant does not file and serve a pre-hearing statement as specified above.

NOTICE: The hearing examiner may call the following cases in any order in his or her discretion.

	Case Number	Description
1.	21078	Application of Colgate Corporation for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 S/2 of Section 27 and N/2 S/2 of Section 28, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Big Burro 27 State Com 123H and Big Burro 27 State Com 133H wells, to be horizontally drilled. The producing area for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Colgate as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 19 miles southeast of Artesia, New Mexico.
2.	21079	Application of Colgate Corporation for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the S/2 S/2 of Section 27 and S/2 S/2 of Section 28, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Big Burro 27 State Com 124H and Big Burro 27 State Com 134H wells, to be horizontally drilled. The producing area for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Colgate as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 19 miles southeast of Artesia, New Mexico.
3.	21189	Application of Apache Corporation, for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted interests in the Winchester; Bone Spring, Southwest Pool (65010) underlying a standard 320-acre, more or less, horizontal spacing unit comprised of the N/2N/2 of Sections 28 and 29, Township 19 South, Range 28 East, Eddy County, New Mexico. Applicant seeks to dedicate the above-referenced horizontal spacing unit to the following two proposed initial wells, both of which will be horizontally drilled from a common surface location in the SW/4NW/4 (Unit E) of Section 29 to bottom hole locations in the NE/4NE/4 of Section 28 (Unit A): (1) the Palmillo 29-28 State COM 271H Well; and (2) the Palmillo 29-28 375H State COM Well. The completed intervals of both wells will comply with statewide setbacks. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs, as well as actual operating costs and charges for supervision, designation of Applicant as operator of the wells and a 200% charge for

		risk involved in drilling said wells. Said area is located approximately 12 miles northeast of Carlsbad, New Mexico.
4.	21190	Application of Apache Corporation, for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted interests in the Winchester; Bone Spring, Southwest Pool (65010) underlying a standard 320-acre, more or less, horizontal spacing unit comprised of the S/2N/2 of Sections 28 and 29, Township 19 South, Range 28 East, Eddy County, New Mexico. Applicant seeks to dedicate the above-referenced horizontal spacing unit to the following two proposed initial wells, both of which will be horizontally drilled from a common surface location in the SW/4NW/4 (Unit E) of Section 29 to bottom hole locations in the SE/4N/4 of Section 28 (Unit H): (1) the Palmillo 29-28 State COM 272H Well; and (2) the Palmillo 29-28 376H State COM Well. The completed intervals of both wells will comply with statewide setbacks. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs, as well as actual operating costs and charges for supervision, designation of Applicant as operator of the wells and a 200% charge for risk involved in drilling said wells. Said area is located approximately 12 miles northeast of Carlsbad, New Mexico.
5.	21191	Application of Apache Corporation, for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted interests in the Winchester; Bone Spring, Southwest Pool (65010) underlying a standard 320-acre, more or less, horizontal spacing unit comprised of the N/2S/2 of Sections 28 and 29, Township 19 South, Range 28 East, Eddy County, New Mexico. Applicant seeks to dedicate the above-referenced horizontal spacing unit to the following two proposed initial wells, both of which will be horizontally drilled from a common surface location in the SW/4SW/4 (Unit M) of Section 29 to bottom hole locations in the NE/4SE/4 of Section 28 (Unit I): (1) the Palmillo 29-28 State COM 273H Well; and (2) the Palmillo 29-28 377H State COM Well. The completed intervals of both wells will comply with statewide setbacks. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs, as well as actual operating costs and charges for supervision, designation of Applicant as operator of the wells and a 200% charge for risk involved in drilling said wells. Said area is located approximately 12 miles northeast of Carlsbad, New Mexico.
6.	21192	Application of Apache Corporation, for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted interests in the Winchester; Bone Spring, Southwest Pool (65010) underlying a standard 320-acre, more or less, horizontal spacing unit comprised of the S/2S/2 of Sections 28 and 29, Township 19 South, Range 28 East, Eddy County, New Mexico. Applicant seeks to dedicate the above-referenced horizontal spacing unit to the following two proposed initial wells, both of which will be horizontally drilled from a common surface location in the SW/4SW/4 (Unit M) of Section 29 to bottom hole locations in the SE/4SE/4 of Section 28 (Unit P): (1) the Palmillo 29-28 State COM 274H Well; and (2) the Palmillo 29-28 378H State COM Well. The completed intervals of both wells will comply with statewide setbacks. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs, as well as actual operating costs and charges for supervision, designation of Applicant as operator of the wells and a 200% charge for risk involved in drilling said wells. Said area is located approximately 12 miles northeast of Carlsbad, New Mexico.
7.	21239	Application of Colgate Operating, LLC, for compulsory pooling, non-standard spacing and proration unit, Eddy County, New Mexico; Applicant seeks an order pooling all mineral interests within the Bone Spring Formation, underlying the N/2 of Sections 27 and 288, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico, on the following wells listed below. These wells are located approximately 12.5 miles southwest of Loco Hills, New Mexico. 1. Weaver 27 State Com 121H SHL: 655 FNL and 270 FEL of Section 27-19S-28E BHL: 990 FNL and 10 FWL of Section 28-19S-28E TVD: 7,500 TMD: 17,179 Targeted Interval: 2nd Bone Spring Spacing Unit: N/2 N/2 of Section 27 and N/2 N/2 of Section 28. 2. Weaver 27 State Com 122H SHL: 1,975 FNL and 270 FEL of Section 27-19S-28E

BHL: 2,310 FNL and 10 FWL of Section 28-19S-28E
TVD: 7,500
TMD: 17,209
Targeted Interval: 2nd Bone Spring
Spacing Unit: S/2 N/2 of Section 27 and S/2 N/2 of Section 28.

3. Weaver 27 State Com 131H
SHL: 700 FNL and 270 FEL of Section 27-19S-28E
BHL: 890 FNL and 10 FWL of Section 28-19S-28E
TVD: 8,600
TMD: 18,324
Targeted Interval: 3rd Bone Spring
Spacing Unit: N/2 N/2 of Section 27 and N/2 N/2 of Section 28.

4. Weaver 27 State Com 132H
SHL: 2,020 FNL and 270 FEL of Section 27-19S-28E
BHL: 2,210 FNL and 10' FWL of Section 28-19S-28E
TVD: 8,600
TMD: 18,364
Targeted Interval: 3rd Bone Spring
Spacing Unit: S/2 N/2 of Section 27 and S/2 N/2 of Section 28.