

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

**APPLICATION OF XTO PERMIAN  
OPERATING, LLC FOR APPROVAL OF  
NON-STANDARD HORIZONTAL  
SPACING UNIT, EDDY COUNTY, NEW  
MEXICO**

**CASE NO. 25230**

**XTO PERMIAN OPERATING, LLC'S PRE-HEARING STATEMENT**

XTO Permian Operating, LLC ("XTO"), OGRID No. 5380 ("XTO" or Applicant"), submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

XTO Permian Operating, LLC

**ATTORNEY**

Miguel A. Suazo  
James P. Parrot  
Jacob L. Everhart  
Ryan McKee  
Beatty & Wozniak, P.C.  
500 Don Gaspar Ave.,  
Santa Fe, NM 87505  
(505) 946-2090  
Fax: 800-886-6566  
[msuazo@bwenergylaw.com](mailto:msuazo@bwenergylaw.com)  
[jparrot@bwenergylaw.com](mailto:jparrot@bwenergylaw.com)  
[jeverhart@bwenergylaw.com](mailto:jeverhart@bwenergylaw.com)  
[rmckee@bwenergylaw.com](mailto:rmckee@bwenergylaw.com)

**INTERESTED PARTY**

None

**ATTORNEY**

N/A

**APPLICANT'S STATEMENT OF CASE**

In this Case No. 25230, XTO seeks an order to create a 2,080.66-acre, more or less, non-standard horizontal spacing unit ("HSU") composed of all of Sections 2, 11, 14, and the N/2 N/2 of Section 23, Township 24 South, Range 30 East, N.M.P.M., Eddy County, New Mexico (the

“Application Lands”). XTO seeks to dedicate the above-referenced HSU to the following proposed wells:

A. **Poker Lake Unit 23 DTD Fed State Com #171H** (API No. 30-015-54945), which is an oil well that will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 14, Township 24 South, Range 30 East, to a bottom hole location in the Bone Spring Formation in Lot 4 of Section 2, Township 24 South, Range 30 East;

B. **Poker Lake Unit 23 DTD Fed State Com #157H** (API No. 30-015-49650), an oil well that will be horizontally drilled from a surface location in the NW/4 NE/4 (Unit B) of Section 23, Township 24 South, Range 30 East, to a bottom hole location in Bone Spring Formation in Lot 2 of Section 2, Township 24 South, Range 30 East.

The wells are orthodox in their location as defined by 19.15.16.15.(C) NMAC, and the take points and laterals comply with Statewide Rules for setbacks under 19.15.16.15.(C) NMAC. Also to be considered will be the cost of drilling and completing the Wells and the allocation of the cost, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

The wells and lands are located approximately 26 miles from Carlsbad, New Mexico.

**APPLICANT’S PROPOSED EVIDENCE**

<b>WITNESS Name and Expertise</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Greg Davis, Commercial Land Advisor	Affidavit	Approx. 9
Jennifer L. McHarge, Senior Geoscientist	Affidavit	Approx. 5

**PROCEDURAL MATTERS**

If uncontested at the hearing, XTO intends to present this case by affidavit.

Dated this 6<sup>th</sup> day of March, 2025.

Respectfully submitted,

BEATTY & WOZNIAK, P.C.

By: 

Miguel A. Suazo

James. P Parrot

Jacob L. Everhart

Ryan McKee

500 Don Gaspar Ave.,

Santa Fe, NM 87505

(505) 946-2090

[msuazo@bwenergylaw.com](mailto:msuazo@bwenergylaw.com)

[jparrot@bwenergylaw.com](mailto:jparrot@bwenergylaw.com)

[jeverhart@bwenergylaw.com](mailto:jeverhart@bwenergylaw.com)

[rmckee@bwenergylaw.com](mailto:rmckee@bwenergylaw.com)

*Attorneys for XTO Permian Operating, LLC*

Sante Fe Main Office  
Phone: (505) 476-3441

General Information  
Phone: (505) 629-6116

Online Phone Directory  
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

QUESTIONS

Action 440055

QUESTIONS

Operator:  XTO ENERGY, INC 6401 Holiday Hill Road Midland, TX 79707	OGRID:  5380
	Action Number:  440055
	Action Type:  [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
Please assist us by provide the following information about your testimony.	
Number of witnesses	2
Testimony time (in minutes)	15