

**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. 25231

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
jparrot@bwenergylaw.com
jeverhart@bwenergylaw.com
rmckee@bwenergylaw.com

INTERESTED PARTY

None

ATTORNEY

N/A

APPLICANT'S STATEMENT OF CASE

In this Case No. 25231, 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 #151H** (API No. 30-15-54820), which is a gas 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 Purple Sage, Wolfcamp Formation in the NW/4 NW/4 (Unit D) of Section 2, Township 24 South, Range 30 East;

B. **Poker Lake Unit 23 DTD Fed State Com #152H** (API No. 30-15-54416), which is a gas 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 Purple Sage, Wolfcamp Formation in the NE/4 NW/4 (Unit C) of Section 2, Township 24 South, Range 30 East;

C. **Poker Lake Unit 23 DTD Fed State Com #176H** (API No. 30-15-49652), which is a gas well that will be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 23, Township 24 South, Range 30 East, to a bottom hole location in the Purple Sage, Wolfcamp Formation in the NE/4 NW/4 (Unit C) of Section 2, Township 24 South, Range 30 East;

D. **Poker Lake Unit 23 DTD Fed State Com #177H** (API No. 30-15-54422), which is a gas well that will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 14, Township 24 South, Range 30 East, to a bottom hole location in the Purple Sage, Wolfcamp Formation in the NE/4 NE/4 (Unit A) of Section 2, Township 24 South, Range 30 East;

E. **Poker Lake Unit 23 DTD Fed State Com #178H** (API No. 30-15-54423), which is a gas well that will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 14, Township 24 South, Range 30 East, to a bottom hole location in the Purple Sage, Wolfcamp Formation in the NE/4 NE/4 (Unit A) of Section 2, Township 24 South, Range 30 East, and;

F. **Poker Lake Unit 23 DTD Fed State Com #179H** (API No. 30-15-54424), which is a gas well that will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 14, Township 24 South, Range 30 East, to a bottom hole location in the 3 Purple Sage, Wolfcamp Formation in the NW/4 NE/4 (Unit B) 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 39 miles from Carlsbad, New Mexico.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
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 3rd day of April, 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

jparrot@bwenergylaw.com

jeverhart@bwenergylaw.com

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 448623

QUESTIONS

Operator: XTO ENERGY, INC 6401 Holiday Hill Road Midland, TX 79707	OGRID: 5380
	Action Number: 448623
	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