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

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IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF WPX ENERGY PRODUCTION LLC FOR A FOR A NON-STANDARD SPACING AND PRORATION UNIT, COMPULSORY POOLING, AND UNORTHODOX WELL LOCATION, SAN JUAN COUNTY, NEW MEXICO

CASE NO. 15068

## **PRE-HEARING STATEMENT**

This pre-hearing statement is submitted by Encana Oil & Gas (USA), Inc. as required by the Oil Conservation Division.

#### APPEARANCES

<u>APPLICANT</u> WPX Energy Production, LLC <u>APPLICANT'S ATTORNEY</u> Michael H. Feldewert Adam G. Rankin

<u>OPPONENT</u> Encana Oil & Gas (USA), Inc. OPPONENT'S ATTORNEY Stephen M. Domas Will Reese

### STATEMENT OF THE CASE

APPLICANT

**OPPONENT** 

WPX Energy Production, LLC ("WPX") seeks an order authorizing an unorthodox well location in the NW/4NW/4 of Section 15, Township 23 North, Range 8 West, N.M.P.M. for its proposed Chaco 2308-14E 151H Well that will have a bottom hole location 230 feet from the West line of Section 15 encroaching on the spacing unit to the West (Unit A, Section 16, T23N, R8W). Furthermore, WPX's application does not describe a point of penetration of its proposed well

into the Mancos formation, Nageezi Gallup Oil Pool. Encana Oil & Gas (USA), Inc. ("Encana") owns 50% of the working interest in the N/2 of Section 16 and Encana opposes WPX's application for the following reasons:

1. WPX's proposed Chaco 2308-14E 151H Well will encroach on and drain from Encana's acreage in Section 16, Township 23 North, Range 8 West, infringing on Encana's correlative rights.

## **PROPOSED EVIDENCE**

APPLICANT		
WITNESSES	EST. TIME	<u>EXHIBITS</u>
OPPONENT		
WITNESSES	EST. TIME	<u>EXHIBITS</u>
Wade McCool (landman)	10 min.	Approx. 1

Respectfully submitted,

Beatty & Wozniak, P. C.

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### CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 12th day of December, 2013 by facsimile transmission:

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Stephen M. Domas