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

APPLICATION OF WPX ENERGY FOR APPROVAL OF A 9,238 ACRE PROJECT AREA COMPRISED OF ACREAGE SUBJECT TO A COMMUNITIZATION AGREEMENT FOR A "REFERENCE CASE" AUTHORIZING WITHIN THE PROPOSED PROJECT AREA THE DOWNHOLE COMMINGLING OF PRODUCTION FROM THE ESCRITO-GALLUP ASSOCIATED POOL, COUNSELORS GALLUP-DAKOTA OIL POOL, AND LYBROOK-GALLUP OIL POOL, AND FOR AN EXCEPTION TO WELL LOCATION REQUIREMENTS WITHIN THE PROPOSED PROJECT AREA, RIO ARRIBA AND SANDOVAL COUNTLES, NEW MEXICO.

Case No. 15,102

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by JMJ Land and Minerals Company as required by the Oil Conservation Division.

APPEARANCES

APPLICANT WPX Energy APPLICANT'S ATTORNEY Michael Feldewert

OTHER PARTY JMJ Land and Minerals Company 2204 North Santiago Avenue Farmington, New Mexico 87401

Attention: Matthew Strickler (405) 306-6081

OTHER PARTY'S ATTORNEY James Bruce

Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

STATEMENT OF THE CASE

APPLICANT

Applicant seeks various relief pertaining to a large project area proposed for Gallup/Dakota oil production.

OTHER PARTY

JMJ Land and Minerals Company is an offset lessee to the project area. It does not object to the application in principle, but requests that applicant be required to set and cement casing and intermediate strings behind the project area boundaries.

PROPOSED EVIDENCE

APPLICANT

OTHER PARTY

WITNESSES

EST. TIME

EXHIBITS

Matthew Strickler

20 min.

PROCEDURAL MATTERS

-None-

Respectfully submitted,

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James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for JMJ Land and Minerals Company

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 171 day of February, 2014 by facsimile transmission:

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James Bruce