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

APPLICATION OF WPX ENERGY PRODUCTION, LLC FOR APPROVAL OF A NON-STANDARD SPACING AND PRORATION UNIT IN THE BASIN MANCOS GAS POOL, CREATION OF A NON-STANDARD SPACING UNIT FOR COMPULSORY POOLING, APPROVAL OF AN UNORTHODOX WELL LOCATION, AND APPROVAL OF DOWNHOLE COMMINGLING, SAN JUAN AND RIO ARRIBA COUNTIES, NEW MEXICO.

CASE NOS. 15385 and 15386

## PRE-HEARING STATEMENT

This pre-hearing statement is submitted by WPX ENERGY PRODUCTION, LLC ("WPX"), as required by NMAC 19.15.4.13.B.

APPEARANCES		and the second
<u>APPLICANT</u>	ATTORNEY \(\frac{1}{2}\)	
WPX Energy Production, LLC P.O. Box 3102 Tulsa, Oklahoma 74101	Michael H. Feldewert  Jordan L. Kessler  Holland & Hart, LLP  Post Office Box 2208  Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile	

### STATEMENT OF THE CASE

In Case No. 15385, WPX seeks an order (1) approving a 120-acre non-standard spacing and proration unit in the Basin Mancos Gas Pool comprised of the N/2 SW/4 and NW/4 SE/4 of Section 12; (2) creating a 240-acre non-standard spacing unit comprised of the N/2 S/2 of Section 12 and the N/2 SW/4 of Section 7, and pooling all mineral interest owners in the Mancos formation underlying said spacing unit; (3) approving WPX's request to downhole commingle production from the Basin Mancos

Gas Pool (97232) and the Lybrook Gallup Pool (42289); and (4) approving an unorthodox well location for the proposed Chaco 2307-07N 409H Well, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 7 to a non-standard bottom hole location in the NW/4 SW/4 (Unit L) of Section 12. The completed interval will commence 1680 feet from the South line, 2114 feet from the West line (Unit K) to a location 2326 feet from the South line, 390 feet from the West line (Unit L).

In Case No. 15386, WPX seeks an order (1) approving a 120-acre non-standard spacing unit in the Basin Mancos Gas Pool; (2) pooling all mineral interests in the Mancos formation (Basin Mancos Gas Pool (97232) and Lybrook Gallup Pool (42289)) underlying a 240-acre non-standard spacing unit comprised of the S/2 S/2 of Section 12, Township 23 North, Range 8 West, San Juan County, and the S/2 SW/4 of Section 7, Township 23 North, Range 7 West, NMPM, Rio Arriba County, New Mexico; (3) approving an unorthodox well location for the proposed well; and (4) approving WPX's request to downhole commingle production from the Basin Mancos Gas Pool (97232) and the Lybrook Gallup Pool (42289).

#### APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS	
Chuck Bassett, Landman	Approx. 15 minutes	Approx. 10	
Sam Shiverick, Geologist	Approx. 15 minutes	Approx. 7	

## PROCEDURAL MATTERS

WPX requests that Cases 15385 and 15386 be consolidated for hearing.

Respectfully submitted,

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