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

APPLICATION OF XTO ENERGY INC. FOR A NON-STANDARD SPACING AND PRORATION UNIT, AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.



CASE NO. 15663

APPLICATION OF XTO ENERGY INC. FOR A NON-STANDARD SPACING AND PRORATION UNIT, AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 15664

XTO's PRE-HEARING STATEMENT

XTO Energy Inc. (XTO), the applicant in the above referenced cases, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

XTO Energy Inc. 810 Houston Street Fort Worth, TX 76102

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

In Case Nos. 15663 and 15664, XTO seek an order from the Division (a) creating two 320-acre spacing and proration units comprised of the W/2 W/2 of Section 8 and the W/2 W/2 of Section 17, and the E/2 W/2 of Section 8 and the E/2 W/2 of Section 17, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico; and (2) pooling all uncommitted interests in the Bone Spring formation, Willow Lake; Bone Spring, Southeast (Pool Code 96217), underlying these proposed spacing and proration units. XTO intends to dedicate the W/2 W/2 320-acre spacing and proration unit as the project area for its proposed Corral Canyon Federal No. 13H Well, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 6 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 17. XTO proposes to dedicate the E/2 E/2 320-acre spacing and proration unit as the project area for its proposed Corral Canyon Federal No. 14H Well, which will be horizontally drilled from a surface location in the SE/4 SW/4 of Section 5 (Unit N) to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 17.

The Division's district office has placed this acreage in the Willow Lake; Bone Spring, Southeast (Pool Code 96217), which is subject to the general statewide rules. The completed intervals for these well will remain within the 330-foot standard offset required by the Statewide Rules.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Angie Repka, Landman	Approx. 15	Approx. 10
Brian Henthorn, Petroleum Geologist	Approx. 10	Approx. 5

PROCEDURAL MATTERS

XTO requests that Cases 15666 and 15667 be consolidated for hearing.

Respectfully submitted,

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CERTIFICATE OF SERVICE

I hereby certify that on March 23, 2017, I served a copy of the foregoing document to the following via electronic mail to:

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