

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

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

**APPLICATION OF ASCENT ENERGY, LLC
FOR COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.**

Case No. 20279

**APPLICATION OF ASCENT ENERGY, LLC
FOR COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.**

Case No. 20280

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Ascent Energy, LLC as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Ascent Energy, LLC
Attention: Lee Zink

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

XTO Energy Inc.

OPPONENT'S ATTORNEY

Michael H. Feldewert

STATEMENT OF THE CASES

APPLICANT

Case No. 20279: Applicant seeks an order pooling all mineral interests in the Bone Spring formation underlying a 320-acre horizontal spacing unit comprised of the S/2S/2 of Section 23 and the S/2S/2 of Section 24, Township 20 South, Range 30 East, NMPM. The unit will be dedicated to the Red Hornet Fed. Com. Well No. 501H and the Red Hornet Fed. Com. Well No. 601H, with first take points in the SE/4SE/4 of Section 24 and final take points in the SW/4SW/4 of Section 23. Also to be considered will be the cost of drilling and completing the wells and the

allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

Case No. 20280: Applicant seeks an order pooling all mineral interests in the Wolfcamp formation underlying a 320-acre horizontal spacing unit comprised of the S/2S/2 of Section 23 and the S/2S/2 of Section 24, Township 20 South, Range 30 East, NMPM. The unit will be dedicated to the Red Hornet Fed. Com. Well No. 701H, a horizontal Wolfcamp well with a first take point in the SE/4SE/4 of Section 24 and a last take point in the WW/4SW/4 of Section 23. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Lee Zink (landman)	15 min.	Approx. 10
Ben Metz (geologist)	20 min.	Approx. 10
Alex Yancey (engineer)	15 min.	Approx. 5

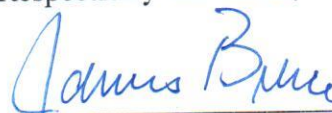
OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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PROCEDURAL MATTERS

If the cases are unopposed they will be presented by affidavit.

Respectfully submitted,



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

Attorney for Ascent Energy, LLC

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 28th day of February, 2019 by facsimile transmission:

Michael Feldewert
mfeldewert@hollandhart.com



James Bruce