

**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 XTO ENERGY INC. FOR
POOL CONTRACTION, POOL EXPANSION,
A NON-STANDARD SPACING AND PRORATION
UNIT, AND COMPULSORY POOLING, SAN JUAN
COUNTY, NEW MEXICO.**

Case No. 15,020

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

XTO Energy Inc.
714 Main Street
Fort Worth, Texas 76102

Attention: Cy Zimmerman
(817) 885-1130

APPLICANT'S ATTORNEY

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

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

XTO Energy Inc. seeks an order (i) contracting the Cha Cha-Gallup Pool by deleting the S/2NW/4 of Section 16, Township 29 North, Range 14 West, NMPM from the pool, (ii) expanding the Basin-Mancos Pool by adding the S/2NW/4 of Section 16, Township 29 North, Range 14 West, NMPM to the pool, (iii) approving a 480 acre non-standard spacing and proration unit (project area) in the Basin-Mancos Pool comprised of the N/2 of Section 16 and the NE/4 of Section 17, Township 29 North, Range 14 West, NMPM, and (iv) pooling all mineral interests in the Mancos formation underlying the non-standard spacing and proration unit (project area). The unit is to be dedicated to the Ropco 16 Well No. 1H, a horizontal well with a

surface location in the NE/4NE/4 of Section 16, and a terminus in the SW/NE/4 of Section 17. 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>
Cy Zimmerman (landman)	15 min.	Approx. 6
Charles Musekamp (geologist)	15 min.	Approx. 5

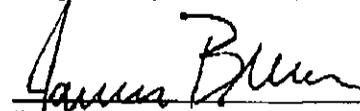
OPPONENT

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

-None-

Respectfully submitted,



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

Attorney for XTO Energy Inc.