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. RECEIVED OCDE

XTO's PRE-HEARING STATEMENT

XTO Energy Inc. (XTO), the applicant in the above-referenced case, 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

XTO seek an order from the Division (1) creating a 160-acre non-standard spacing unit in the Purple Sage Wolfcamp Gas Pool (98220) comprised of the SE/4 of Section 31, Township 24 South, Range 29 East, NMPM, for the purpose of combining with a standard 320-acre spacing unit comprised of the E/2 of Section 6, Township 25 South, Range 29 East, to form a 479.09-acre non-standard spacing and proration unit; and (2) pooling all uncommitted interests in the

Wolfcamp formation underlying this acreage. Said non-standard unit will be dedicated to the proposed **Sizzler State No. 2H Well**, which will be horizontally drilled from a surface location in the SW/4 SE/4 of Section 6 (Unit O), Township 25 South, Range 29 East, to a bottom hole location in the NW/4 SE/4 (Unit J) of Section 31, Township 24 South, Range 29 East. The completed interval for this well will comply with the 330-foot standard offset required by the Special Rules of the Purple Sage Wolfcamp Gas Pool.

APPLICANT'S PROPOSED EVIDENCE

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

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

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