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

APPLICATION OF XTO ENERGY INC. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 20635

XTO ENERGY INC.'S PRE-HEARING STATEMENT

XTO Energy Inc. ("XTO") (OGRID No. 5380), 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.

ATTORNEY

Michael H. Feldewert Adam G. Rankin Julia Broggi Kaitlyn A. Luck Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile

APPLICANT'S STATEMENT OF CASE

XTO seeks an order pooling all uncommitted interests in the Wolfcamp formation [WC-015 G-05 S233031K; Wolfcamp (Pool Code 98241)] underlying a standard 240-acre horizontal spacing unit comprised of the W/2 W/2 equivalent of irregular Section 19 and the W/2 NW/4 equivalent of irregular Section 30, Township 23 South, Range 30 East, NMPM, Eddy County, New Mexico. The horizontal spacing unit will be dedicated to the following proposed wells: The **Remuda North 30 State No. 111H Well** (API No. 30-015-44400), the **Remuda North 30 State No. 121H Well** (API No. 30-015-44327), the **Remuda North 30 State No. 121H Well** (API No. 30-015-44327).

30-015-44402) and the **Remuda North 30 State No. 122H Well** (API No. 30-015-44401). These wells have been horizontally drilled from a surface location in the SW/4 NW/4 (Lot 3) of irregular Section 30 to bottom hole location in the NW/4 NW/4 (Lot 1) of irregular Section 19. XTO intends to seek administrative approval of any non-standard locations for these wells as required by the rules of the Division.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Carlos de la Garza, Landman	Approx. 10	Approx. 5
Arturo Ayala, Geologist	Approx. 10	Approx. 3

PROCEDURAL MATTERS

XTO intends to present this case by affidavits if it is unopposed at the time of hearing.

Respectfully submitted,

HOLLAND & HART LLP

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