

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

**APPLICATION OF XTO ENERGY INC. TO
RE-OPEN CASE NO. 15806 TO REVISE THE
WELL NAME AND TO DEDICATE TWO ADDITIONAL
INITIAL WELLS TO THE NON-STANDARD SPACING AND
PRORATION UNIT UNDER THE TERMS OF ORDER R-14478,
EDDY COUNTY, NEW MEXICO.**

RECEIVED OGD
2017 OCT 31 P 4: 56

CASE NO. 15806 (re-opened)

APPLICATION

XTO Energy Inc., (“XTO”) through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-14478 to (1) revise the well name for the initial well; and (2) to dedicate two additional initial wells to the non-standard spacing unit under the terms of compulsory pooling Order No. R-14478. In support of its application, XTO states:

1. Order No. R-14478, entered on October 5, 2017, created a 479.09-acre, more or less, non-standard spacing and proration unit comprised of the E/2 of Section 6, Township 25 South, Range 29 East and the SE/4 of Section 31, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico. This order further pooled all the uncommitted interests in the Wolfcamp formation (Purple Sage; Wolfcamp Gas Pool (98220)) in this spacing and proration unit (“the “Unit”) and dedicated the Unit to the Sizzler State Well No. 2H (API No. 30-015-44280).

2. Paragraph 7, page 2 of Order No. R-14478 requires XTO to rename the Sizzler State Well No. 2H to reflect that the Unit include portions of two state leases and one federal lease. XTO therefore seeks to amend Order No. R-14478 to reflect the revised well name as the **Sizzler Fed Com No. 2H Well**.

2. In addition, since the entry of Order No. R-14478, XTO has proposed two additional initial wells in the spacing unit: the **Roadhouse Fed Com No. 1H Well** and the **Roadhouse Fed Com No. 2H Well**. These wells will be pad-drilled and simultaneously completed with the initial well set forth in the pooling order.

3. Because the **Sizzler Fed Com No. 2H Well**, the **Roadhouse Fed Com No. 1H Well**, and the **Roadhouse Fed Com No. 2H Well** will be pad-drilled and simultaneously completed, XTO seeks to amend Order No. R-14478 to dedicate two additional initial wells to the Unit.

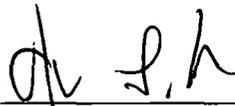
4. The **Roadhouse Fed Com No. 1H Well** and the **Roadhouse Fed Com No. 2H Well** are horizontal wells to be drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 6, Township 25 South, Range 29 East, to a standard bottomhole location in the NW/4 SE/4 (Unit J) of Section 31, Township 24 South, Range 29 East. The completed interval for each well will comply with the setback requirements set forth in the Special Rules for the Purple Sage; Wolfcamp Gas Pool.

5. In order to permit XTO to obtain its just and fair share of the oil and gas underlying the subject lands, to prevent waste and to promote economic efficiency, an Order R-14478 should be amended to dedicate the **Roadhouse Fed Com No. 1H Well** and the **Roadhouse Fed Com No. 2H Well** as additional initial wells under the Order.

WHEREFORE, XTO requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 30, 2017, and, after notice and hearing as required by law, the Division amend Order No. R-14478 (1) to reflect the revised well name; and (2) to dedicate two additional initial wells to the Unit.

Respectfully submitted,

HOLLAND & HART LLP

By: 
Michael H. Feldewert
Jordan L. Kessler
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile
mfeldewert@hollandhart.com
jlkessler@hollandhart.com

ATTORNEYS FOR XTO ENERGY INC.

CASE No. 15806 (re-opened): **Application of XTO Energy Inc. to revise the well name and to dedicate two additional initial wells to the non-standard spacing and proration unit under the terms of Order R-14478, Eddy County, New Mexico.** Applicant in the above-styled cause seeks to amend Order No. R-14478 to 1) revise the well name for the initial well; and 2) to dedicate an additional initial well to the spacing unit under the terms of compulsory pooling Order No. R-14478. The revised well name for the initial well will be the **Sizzler Fed Com No. 2H Well**. XTO further requests that the **Roadhouse Fed Com No. 1H Well** and the **Roadhouse Fed Com No. 1H Well** be dedicated to the non-standard spacing and proration unit as additional initials well. The **Sizzler Fed Com No. 2H Well**, the **Roadhouse Fed Com No. 1H Well**, and the **Roadhouse Fed Com No. 2H Well** will be pad-drilled and simultaneously completed. The **Roadhouse Fed Com No. 1H Well** and the **Roadhouse Fed Com No. 2H Well** are horizontal wells to be drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 6, Township 25 South, Range 29 East, to a standard bottomhole location in the NW/4 SE/4 (Unit J) of Section 31, Township 24 South, Range 29 East. The completed interval will comply with the setback requirements for the Purple Sage; Wolfcamp Gas Pool. Said area is located approximately 6 miles southeast of Malaga, New Mexico.