

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

**APPLICATION OF XTO PERMIAN OPERATING LLC TO
CONTRACT THE NORTH LOS MEDANOS-WOLFCAMP
GAS POOL [96921] FROM ACREAGE WITHIN THE JAMES
RANCH UNIT AND REASSIGN SAID ACREAGE TO THE LOS
MEDANOS, WOLFCAMP SOUTH OIL POOL [96336],
EDDY COUNTY, NEW MEXICO.**

CASE NO. 24897

XTO'S PRE-HEARING STATEMENT

XTO Permian Operating LLC., ("XTO") (OGRID No. 373075), the applicant in the above-referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

XTO Permian Operating LLC.
("XTO")

ATTORNEY

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APPLICANT'S STATEMENT OF THE CASE

XTO seeks to contract the North Los Medanos-Wolfcamp Gas Pool [96921] from acreage within the James Ranch Unit ("JRU" or "Unit") and reassign said acreage to the Los Medanos, Wolfcamp South Oil Pool [96336].

The Unit currently consists of 30,718.09 acres of Federal, State and Fee lands in Eddy County, comprised of the following acreage:

Township 21 South - Range 30 East N.M.P.M.

Section 25: All
Section 26: All
Section 27: S/2
Section 31: All
Section 32: All
Section 33: All
Section 34: All

Township 22 South - Range 29 East N.M.P.M.

Section 1: All
Section 11: All
Section 12: All
Section 13: All
Section 14: All

Township 22 South - Range 30 East N.M.P.M.

Section 3: All
Section 4: All
Section 5: All
Section 6: All
Section 7: All
Section 8: All
Section 9: All
Section 10: All
Section 12: S/2 SW/4, SE/4
Section 13: All
Section 14: All
Section 15: All
Section 16: All
Section 17: All
Section 18: All
Section 19: All
Section 20: All
Section 21: All
Section 22: All
Section 23: All
Section 24: All
Section 25: All

Section 26: All
Section 27: All
Section 28: All
Section 29: All
Section 30: All
Section 33: E/2
Section 34: All
Section 35: All
Section 36: All

Township 22 South - Range 31 East N.M.P.M.

Section 7: Lot 2 (equivalent SW/4 NW/4)
Section 31: All

Township 23 South - Range 30 East N.M.P.M.

Section 1: All
Section 2: All

Township 23 South - Range 31 East N.M.P.M.

Section 5: Lot 4; SW/4NW/4; W/2SW/4 (equivalent W/2 W/2)
Section 6: All
Section 7: All
Section 8: W/2
Section 17: NW/4
Section 18: Lots 1, 2; E/2NW/4; NE/4 (equivalent N/2)

The unitized interval for the Unit includes all depths.

The E/2 of Section 13, Township 22 South, Range 30 East, within the Unit is currently dedicated to the North Los Medanos-Wolfcamp Gas Pool [96921] under Division Order No. R-11220. Portions of the surrounding acreage within the Unit are dedicated to the Los Medanos; Wolfcamp Gas Pool [96336]; however, based on current development, XTO expects oil production from this acreage.

Accordingly, XTO requests that the North Los Medanos-Wolfcamp Gas Pool [96921] be contracted out of the E/2 of Section 13, Township 22 South, Range 30 East, and that the acreage be assigned to the Los Medanos, Wolfcamp South Oil Pool [96336]. For the portions of Unit

acreage not under an order, XTO is applying administratively, on well-by-well basis, to re-dedicate its Unit wells to the Los Medanos, Wolfcamp South Oil Pool [96336], per the Division’s instruction.

Approval of the contraction and reassignment of pools as set forth herein will promote administrative and reporting efficiency.

All Division designated operators of wells within the affected pools, or within the same formation, within one mile of the E/2 of Section 13, Township 22 South, Range 30 East, will be provided notice of this application and hearing. 19.15.4.12.A(4)(b) NMAC.

APPLICANT’S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Joshua Prasatik, Landman	Self-Affirmed Statement	Approx. 4
Cole Bondo, Reservoir Engineer	Self-Affirmed Statement	Approx. 3

PROCEDURAL MATTERS

XTO intends to present this case by self-affirmed statement if there is no opposition at the time of hearing.

Respectfully submitted,

HOLLAND & HART LLP

By:  _____

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

QUESTIONS

Action 395746

QUESTIONS

Operator: XTO PERMIAN OPERATING LLC. 6401 HOLIDAY HILL ROAD MIDLAND, TX 79707	OGRID: 373075
	Action Number: 395746
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	Not answered.
Testimony time (in minutes)	Not answered.