

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

**APPLICATION OF XTO DELAWARE
BASIN, LLC FOR COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO.**

CASE NO. 23778

XTO’S PRE-HEARING STATEMENT

XTO Delaware Basin, LLC (“XTO” or “Applicant”), the applicant in the above-referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

XTO Delaware Basin, LLC
 (“XTO”)

ATTORNEY

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APPLICANT’S STATEMENT OF THE CASE

Under **Case No. 23778**, XTO seeks an order pooling all uncommitted interests in the Bone Spring formation (LOS MEDANOS; BONE SRPING [40295]) underlying a 799.90-acre horizontal spacing unit comprised of the W/2 equivalent of irregular Section 5, the W/2 of Section 8, and the NW/4 of Section 17, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico. The spacing unit will be dedicated to the following proposed initial wells:

- **JRU DI 7 Sawtooth Fed Com 118H** and **JRU DI 7 Sawtooth Fed Com 803H** wells, to be horizontally drilled from surface locations in the NE/4 NE/4 equivalent (Lot 1) of irregular Section 6, with first take points in the NW/4 NW/4 equivalent (Lot 4) of irregular Section 5 and last take points in the SW/4 NW/4 (Unit E) of Section 17;
- **JRU DI 7 Sawtooth Fed Com 804H**, **JRU DI 7 Sawtooth Fed Com 903H** and **JRU DI 7 Sawtooth Fed Com 904H** wells, to be horizontally drilled from surface locations in the NE/4 NE/4 equivalent (Lot 1) of irregular Section 6, with first take points in the NE/4 NW/4 equivalent (Lot 3) of irregular Section 5 and last take points in the SE/4 NW/4 (Unit F) of Section 17; and
- **JRU DI 7 Sawtooth Fed Com 807H** and **JRU DI 7 Sawtooth Fed Com 908H** wells, to be horizontally drilled from a surface location in the NW/4 NE/4 equivalent (Lot 2) of irregular Section 6, with first take points in the NW/4 NW/4 equivalent (Lot 4) of irregular Section 5 and last take points in the SW/4 NW/4 (Unit E) of Section 17.

The completed interval for the **JRU DI 7 Sawtooth Fed Com 804H** is expected to remain within 330 feet of the offsetting quarter-quarter sections or equivalent tracts to allow inclusion of these tracts in a standard horizontal well spacing unit pursuant to NMAC 19.15.16.15.B.

The completed interval for the **JRU DI 7 Sawtooth Fed Com 118H**, **803H**, **804H**, **807H**, **903H**, and **904H** wells will comply with the statewide setbacks for oil wells. The **JRU DI 7 Sawtooth Fed Com 908H** will be at a non-standard location; therefore, XTO has applied separately by administrative application. XTO has sought and been unable to obtain voluntary

agreement for the development of these lands from all working interest owners in the subject acreage.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Joshua Prasatik, Landman	Self-Affirmed Statement	Approx. 7
Aaron Bazzell, Geologist	Self-Affirmed Statement	Approx. 5

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

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QUESTIONS

Action 270045

QUESTIONS

Operator: XTO PERMIAN OPERATING LLC. 6401 HOLIDAY HILL ROAD MIDLAND, TX 79707	OGRID: 373075
	Action Number: 270045
	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.