

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

**APPLICATION OF XTO ENERGY INC.
TO POOL AN ADDITIONAL INTEREST
OWNER UNDER THE TERMS OF
ORDER R-21088, EDDY COUNTY,
NEW MEXICO.**

**CASE NO. 21256
ORDER NO. R-21088**

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

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APPLICANT'S STATEMENT OF CASE

XTO seeks an order to pool additional mineral interest owners under the terms of Order No. R-21088. Division Order No. R-21088, entered on February 12, 2020, in Case No. 20826, created a 1280-acre, more or less, standard horizontal spacing unit comprised of the S/2 of Section 32, Township 24 South, Range 29 East, all of Section 5, and the N/2 of Section 8, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico (the "Unit"), and designated Applicant

as the operator of the Unit. Order No. R-21088 further pooled the uncommitted interests in the Wolfcamp formation (Purple Sage; Wolfcamp Pool (Pool Code 98220)) in the Unit, and dedicated the Unit to the following initial wells:

- The **Corral Canyon 8-32 Fed #161H well**, the **Corral Canyon 8-32 Fed #121H well**, the **Corral Canyon 8-32 Fed #102H well**, the **Corral Canyon 8-32 Fed #162H well**, the **Corral Canyon 8-32 Fed #122H well** to be drilled from common surface hole locations in NW/4 SW/4 (Unit L) of Section 8, to bottom hole locations in the NW/4 SW/4 (Unit L) Section 32.
- The **Corral Canyon 8-32 Fed #163H well**, the **Corral Canyon 8-32 Fed #103H well**, the **Corral Canyon 8-32 Fed #124H well**, the **Corral Canyon 8-32 Fed #104H well**, the **Corral Canyon 8-32 Fed #164H well** to be drilled from common surface hole locations in NE/4 SW/4 (Unit K) of Section 8, to bottom hole locations in the NE/4 SW/4 (Unit K) Section 32.
- The **Corral Canyon 8-32 Fed #125H well**, the **Corral Canyon 8-32 Fed #165H well**, the **Corral Canyon 8-32 Fed #105H well**, the **Corral Canyon 8-32 Fed #126H well**, the **Corral Canyon 8-32 Fed #166H well** to be drilled from common surface hole locations in NW/4 SE/4 (Unit J) of Section 8, to bottom hole locations in the NW/4 SE/4 (Unit J) Section 32.
- The **Corral Canyon 8-32 Fed #167H well**, the **Corral Canyon 8-32 Fed #127H well**, the **Corral Canyon 8-32 Fed #108H well**, the **Corral Canyon 8-32 Fed #168H well**, the **Corral Canyon 8-32 Fed #107H well** to be drilled from common surface hole locations in NE/4 NE/4 (Unit A) of Section 8, to bottom hole locations in the NE/4 SE/4 (Unit I) Section 32.

Since the entry of Order No. R-21088, Applicant has determined that there are additional mineral interest owners in the Unit who were not provided notice of the November 14, 2019, compulsory pooling hearing in Case No. 20826, and as a result, whose interests were not pooled by the terms of Order No. R-21088. Applicant now seeks to pool those additional uncommitted interests to the terms of Order No. R-21088.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Kenneth Hilger, Landman	Affidavit	Approx. 6

PROCEDURAL MATTERS

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

Respectfully submitted,

HOLLAND & HART LLP



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