

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

**APPLICATION OF WPX ENERGY PRODUCTION, LLC FOR APPROVAL OF A
NON-STANDARD SPACING AND PRORATION UNIT IN THE BASIN MANCOS
GAS POOL, CREATION OF A NON-STANDARD SPACING UNIT FOR
COMPULSORY POOLING, APPROVAL OF AN UNORTHODOX WELL
LOCATION, AND APPROVAL OF DOWNHOLE COMMINGLING, SAN JUAN
AND RIO ARriba COUNTIES, NEW MEXICO.**

CASE NOS. 15385 and 15386

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by WPX ENERGY PRODUCTION, LLC
("WPX"), as required by NMAC 19.15.4.13.B.

APPEARANCES

APPLICANT

WPX Energy Production, LLC
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ATTORNEY

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STATEMENT OF THE CASE

In Case No. 15385, WPX seeks an order (1) approving a 120-acre non-standard spacing and proration unit in the Basin Mancos Gas Pool comprised of the N/2 SW/4 and NW/4 SE/4 of Section 12; (2) creating a 240-acre non-standard spacing unit comprised of the N/2 S/2 of Section 12 and the N/2 SW/4 of Section 7, and pooling all mineral interest owners in the Mancos formation underlying said spacing unit; (3) approving WPX's request to downhole commingle production from the Basin Mancos

Gas Pool (97232) and the Lybrook Gallup Pool (42289); and (4) approving an unorthodox well location for the proposed **Chaco 2307-07N 409H Well**, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 7 to a non-standard bottom hole location in the NW/4 SW/4 (Unit L) of Section 12. The completed interval will commence 1680 feet from the South line, 2114 feet from the West line (Unit K) to a location 2326 feet from the South line, 390 feet from the West line (Unit L).

In Case No. 15386, WPX seeks an order (1) approving a 120-acre non-standard spacing unit in the Basin Mancos Gas Pool; (2) pooling all mineral interests in the Mancos formation (Basin Mancos Gas Pool (97232) and Lybrook Gallup Pool (42289)) underlying a 240-acre non-standard spacing unit comprised of the S/2 S/2 of Section 12, Township 23 North, Range 8 West, San Juan County, and the S/2 SW/4 of Section 7, Township 23 North, Range 7 West, NMPM, Rio Arriba County, New Mexico; (3) approving an unorthodox well location for the proposed well; and (4) approving WPX's request to downhole commingle production from the Basin Mancos Gas Pool (97232) and the Lybrook Gallup Pool (42289).

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Chuck Bassett, Landman	Approx. 15 minutes	Approx. 10
Sam Shiverick, Geologist	Approx. 15 minutes	Approx. 7

PROCEDURAL MATTERS

WPX requests that Cases 15385 and 15386 be consolidated for hearing.

Respectfully submitted,

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