

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

**APPLICATION OF XTO ENERGY INC.  
FOR A NON-STANDARD SPACING AND  
PRORATION UNIT, AND COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.**

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CASE NO. 15663

**APPLICATION OF XTO ENERGY INC.  
FOR A NON-STANDARD SPACING AND  
PRORATION UNIT, AND COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.**

CASE NO. 15664

**XTO's PRE-HEARING STATEMENT**

XTO Energy Inc. (XTO), the applicant in the above referenced cases, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

XTO Energy Inc.  
810 Houston Street  
Fort Worth, TX 76102

**ATTORNEY**

Michael H. Feldewert, Esq.  
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**OTHER PARTIES**

COG Operating LLC

**ATTORNEY**

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Ocean Munds-Dry  
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**APPLICANT'S STATEMENT OF CASE**

In Case Nos. 15663 and 15664, XTO seek an order from the Division (a) creating two 320-acre spacing and proration units comprised of the W/2 W/2 of Section 8 and the W/2 W/2 of Section 17, and the E/2 W/2 of Section 8 and the E/2 W/2 of Section 17, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico; and (2) pooling all uncommitted interests in the Bone Spring formation, Willow Lake; Bone Spring, Southeast (Pool Code 96217), underlying these proposed spacing and proration units. XTO intends to dedicate the W/2 W/2 320-acre spacing and proration unit as the project area for its proposed **Corral Canyon Federal No. 13H Well**, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 6 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 17. XTO proposes to dedicate the E/2 E/2 320-acre spacing and proration unit as the project area for its proposed **Corral Canyon Federal No. 14H Well**, which will be horizontally drilled from a surface location in the SE/4 SW/4 of Section 5 (Unit N) to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 17.

The Division's district office has placed this acreage in the Willow Lake; Bone Spring, Southeast (Pool Code 96217), which is subject to the general statewide rules. The completed intervals for these well will remain within the 330-foot standard offset required by the Statewide Rules.

**APPLICANT'S PROPOSED EVIDENCE**


<b>WITNESS Name and Expertise</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Angie Repka, Landman	Approx. 15	Approx. 10
Brian Henthorn, Petroleum Geologist	Approx. 10	Approx. 5

**PROCEDURAL MATTERS**

XTO requests that Cases 15666 and 15667 be consolidated for hearing.

Respectfully submitted,

HOLLAND & HART LLP



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**ATTORNEY FOR XTO ENERGY INC.**

**CERTIFICATE OF SERVICE**

I hereby certify that on March 23, 2017, I served a copy of the foregoing document to the following via electronic mail to:

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**ATTORNEYS FOR COG OPERATING LLC**

A handwritten signature in black ink, appearing to read "Michael H. Feldewert", is written over a horizontal line.

Michael H. Feldewert