

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

**IN THE MATTER OF THE APPLICATION
OF WPX ENERGY PRODUCTION LLC
FOR A NON-STANDARD SPACING AND
PRORATION UNIT AND COMPULSORY
POOLING, RIO ARRIBA COUNTY, NEW MEXICO.**

CASE NO. 14963

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by WPX Energy Production LLC ("WPX") as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

WPX Energy Production LLC
One Williams Center
Tulsa, OK 74172

ATTORNEY

Michael H. Feldewert
Adam G. Rankin
Holland & Hart, LLP
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OPPONENT

None

ATTORNEY

None

STATEMENT OF THE CASE

WPX seeks an order (1) creating a non-standard 156.09-acre spacing and proration unit comprised of the N/2 N/2 of Section 11, Township 23 North, Range 7 West, NMPM, Rio Arriba County, New Mexico; and (2) pooling all mineral interests in the Mancos formation (Lybrook Gallup Pool, Pool Code 42289) underlying this acreage. WPX proposes to initially dedicate this spacing and proration unit as the project area for its proposed Lybrook 23-7-12 #101H well to be

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horizontally drilled from an existing surface location in Unit E of Section 12 to a bottom hole location in Unit D of Section 11. The completed interval for this well will be in the N/2 N/2 of Section 11 and comply with the 330-foot standard setbacks required by Division rules.

APPLICANT'S PROPOSED EVIDENCE

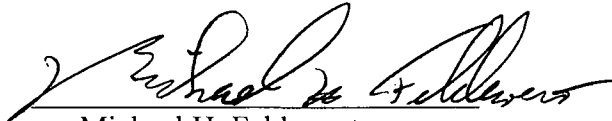
WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Chuck Bassett, Landman	Approx. 10 minutes	Approx. 4
Amy Richardson, Geologist	Approx. 15 minutes	Approx. 3

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART, LLP



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