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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

9822151

APPLICATION OF XTO ENERGY INC. TO AMEND THE SPECIAL RULES AND REGULATIONS FOR THE UTE DOME-PARADOX GAS POOL AND TO EXPAND THE HORIZONTAL LIMITS OF THE POOL, SAN JUAN COUNTY, NEW MEXICO.

Case No. 13,544

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

XTO Energy Inc.

Suite 2000

210 2000

810 Houston Street

Fort Worth, Texas 76102

APPLICANT'S ATTORNEY

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attention:

Christopher Spencer

(817) 885-2540

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order amending the special rules and regulations for the Utc Dome-Paradox Gas Pool, which currently provide for 640 acre spacing and one well per well unit, with special well location requirements, to provide for 640 acre spacing, one well per quarter section, and relaxed special well location requirements. In addition, applicant requests that the Pool be expanded to include all of Sections 4 and 12, Township 31 North, Range 14 West, NMPM. The Pool currently encompasses all of Sections 1-3 and 8-11, Township 31 North, Range 14 West,

WVD 9/2/65

NMPM, Section 19, Township 32 North, Range 13 West, NMPM, and Sections 24-26 and 33-36, Township 32 North, Range 14 West, NMPM.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

THIS MATTER HAS BEEN HEARD, AND WAS CONTINUED TO CORRECT THE ADVERTISEMENT TO REFLECT APPLICANT'S DESIRE TO ADD ADDITIONAL ACREAGE TO THE POOL. Notice materials, and a letter from the Ute Mountain Ute Tribe, will be submitted.

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

James Bruce

Post Office Box 1056

Respectfully submitted,

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for XTO Energy Inc.