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

APPLICATION OF XTO ENERGY INC. TO RE-OPEN CASE NO. 15806 TO REVISE THE WELL NAME AND TO DEDICATE TWO ADDITIONAL INITIAL WELLS TO THE NON-STANDARD SPACING AND PRORATION UNIT UNDER THE TERMS OF ORDER R-14478, EDDY COUNTY, NEW MEXICO.

CASE NO. 15806 (re-opened)

XTO's PRE-HEARING STATEMENT

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

APPEARANCES

<u>APPLICANT</u>	ATTORNEY \(\begin{array}{c} \begin{array}{c} \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\ \\	咒
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APPLICANT'S STATEMENT OF CASE

XTO seeks an amendment to Order No. R-14478 (1) revising the well name for the initial well; and (2) dedicating two additional initial wells to the non-standard spacing unit under the terms of compulsory pooling Order No. R-14478. Order No. R-14478, entered on October 5, 2017, created a 479.09-acre, more or less, non-standard spacing and proration unit comprised of the E/2

of Section 6, Township 25 South, Range 29 East and the SE/4 of Section 31, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico, and dedicated the spacing unit to the Sizzler State Well No. 2H. Due to inclusion of state and federal leases, XTO seeks to revise the well name to the Sizzler Fed Com No. 2H Well.

In addition, XTO seeks to amend Order No. 14478 to include two additional initial wells: the Roadhouse Fed Com No. 1H Well and the Roadhouse Fed Com No. 2H. These wells will be pad-drilled and simultaneously completed with the initial well set forth in the pooling order, which will result in less waste, greater development of the spacing unit, and increased economic efficiencies. The Roadhouse Fed Com No. 1H Well and the Roadhouse Fed Com No. 2H Well are horizontal wells to be drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 6, Township 25 South, Range 29 East, to a standard bottomhole location in the NW/4 SE/4 (Unit J) of Section 31, Township 24 South, Range 29 East. The completed interval for each well will comply with the setback requirements set forth in the Special Rules for the Purple Sage; Wolfcamp Gas Pool.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Angie Repka, Landman	Approx. 10	Approx. 4
Brian Henthorne, Petroleum Geologist	Approx. 10	Approx. 2

PROCEDURAL MATTERS

If uncontested, this case will be presented by affidavit.

Respectfully submitted,

HOLLAND & HART LLP

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