

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

IN THE MATTER OF THE  
APPLICATION OF LCX ENERGY, LLC  
FOR COMPULSORY POOLING  
EDDY COUNTY, NEW MEXICO

CASE NO. 13687

**PRE-HEARING STATEMENT**

This Pre-Hearing Statement is submitted by Miller Stratvert P.A. (J. Scott Hall) on behalf of LCX Energy, LLC, as required by the Oil Conservation Division.

**APPEARANCES**

**APPLICANT'S ATTORNEY**

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**APPLICANT**

LCX Energy, LLC

**OPPONENT**

EOG Resources, Inc.

William King

**OTHER PARTY**

2006 MAR 24 AM 8 31

## STATEMENT OF THE CASE

### APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Wolfcamp formation underlying the E/2 of Section 10, Township 17 South, Range 24 East, NMPM, Eddy County, New Mexico, to form a standard 320-acre gas spacing and proration unit for any and all formations and or pools developed on 320-acres, including but not necessarily limited to the Wolfcamp formation. Said units are to be dedicated to Applicant's proposed 1724 Osbourn No. 101 Well to be drilled from a surface location 660' from the South line and 1880' from the East line to a bottom hole location 660' from the North line and 1880' from the East line of said Section 10. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of LCX Energy, LLC or its designee as operator of the well and a charge for risk involved in drilling said well.

### OPPOSITION OR OTHER PARTY

## PROPOSED EVIDENCE

### APPLICANT

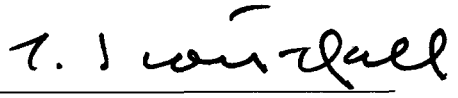
WITNESSES	EST. TIME	NO. OF EXHIBITS
Gary Stoltz, Landman	20 Minutes	6

### OPPOSITION

WITNESSES	EST. TIME	NO. OF EXHIBITS
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**PROCEDURAL MATTERS**

MILLER STRATVERT P.A.


By:   
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Attorneys for LCX Energy, LLC

**Certificate of Mailing**

I hereby certify that a true and correct copy of the foregoing was delivered to counsel of record on the 23 day of March, 2006, as follows:

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