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. 13737

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	<u>APPLICANT</u>
J. Scott Hall, Esq. Miller Stratvert P.A. 150 Washington Ave., Suite 300 Post Office Box 1986	LCX Energy, LLC
Santa Fe, New Mexico 87504 (505) 989-9614	JN 15
OPPONENT'S ATTORNEY	<u>OPPONENT</u>
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OTHER PARTY'S ATTORNEY

OTHER PARTY

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 W/2 of Section 31, Township 16 South, Range 25 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 1625 Fed Com Well No. 311 to be drilled from a surface location 660' from the South line and 1880' from the West line to a bottom hole location 660' from the North line and 1880' from the West line of said Section 31. 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
<u>OPPOSITION</u>		
WITNESSES	EST. TIME	NO. OF EXHIBITS

PROCEDURAL MATTERS

Case Nos. 13687, 13735, 13736 and 13737 may be consolidated for hearing.

MILLER STRATVERT P.A.

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J. Scott Hall, Esq. Post Office Box 1986 Santa Fe, New Mexico 87504 (505) 989-9614 Attorneys for LCX Energy, LLC

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