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:

APPLICATION OF XTO ENERGY INC. FOR APPROVAL OF SURFACE COMMINGLING, SAN JUAN COUNTY, NEW MEXICO.

Case No. 12,784

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by XTO Energy Inc. as required by the Oil Conservation Division.

APPEARANCES

APPLICANT XTO Energy Inc. Suite 2000 810 Houston Street Fort Worth, Texas 76102 Attention:

Tim Welch (817) 885-2661

APPLICANT'S ATTORNEY James Bruce

Post Office Box 1056 Santa Fe, New Mexico 87504

(505) 982-2043

OTHER PARTIES OTHER FARTIES' ATTORNEYS
Two royalty owners (Jose Prespentt and Albert A. Roybal) have stated that they intend to be present at the hearing.

STATEMENT OF THE CASE

Applicant seeks an order approving surface commingling of Blanco-Mesaverde Gas Pool and Basin-Dakota Gas Pool production from its Garcia Gas Com. B Well No. 1M, located in the S% of Section 21, Township 29 North, Range 10 West, NMPM, with Aztec-Pictured Cliffs Gas Pool production from its Prespentt Gas Com. Well No. 1, located in the SE% of Section 21, Township 29 North, Range 10 West, NMPM.

OTHER PARTIES

PROPOSED EVIDENCE

APPLICANT

WITNESSES Ray Martin EST. TIME 15 min.

EXHIBITS Approx. 3

(operations engineer)

OTHER PARTIES

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

Respectfully submitted,

James Bruce

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Attorney for XTO Energy Inc.