

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

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

**APPLICATION OF DEVON ENERGY PRODUCTION  
COMPANY, L.P. FOR COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.**

Case No. 13,318

**PRE-HEARING STATEMENT**

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

**APPEARANCES**

**APPLICANT**

Devon Energy Production  
Company, L.P.  
Suite 1500  
20 North Broadway  
Oklahoma City, Oklahoma

Attention: Ken Gray  
(405) 552-4633

**APPLICANT'S ATTORNEY**

James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

**OPPONENT**

**OPPONENT'S ATTORNEY**

**STATEMENT OF THE CASE**

**APPLICANT**

Applicant seeks an order pooling all mineral interests from the base of the Wolfcamp formation to the base of the Morrow formation underlying the W $\frac{1}{2}$  of Section 11, Township 22 South, Range 27 East, NMPM, to form a standard 320-acre gas spacing and proration unit for all pools or formations developed on 320-acre spacing within that vertical extent, including the Undesignated South Carlsbad-Morrow Gas Pool. The unit is to be dedicated to the Chase 11 Fed. Com. Well No. 2, to be located at an orthodox gas well location in the NE $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 11. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

**OPPONENT**

**PROPOSED EVIDENCE**

**APPLICANT**

**WITNESSES**

Ken Gray  
(landman)

**EST. TIME**

15 Min.

**EXHIBITS**

- (a) Land plat
- (b) Correspondence
- (c) AFE
- (d) Notice affidavit

**OPPONENT**

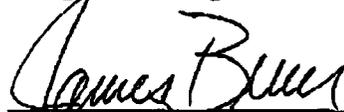
**WITNESSES**

**EST. TIME**

**EXHIBITS**

**PROCEDURAL MATTERS**

Respectfully submitted,




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James Bruce  
 Post Office Box 1056  
 Santa Fe, New Mexico 87504  
 (505) 982-2043

Attorney for Devon Energy  
Production Company, L.P.