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

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY LP FOR A STANDARD HORIZONTAL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 20154

PRE-HEARING STATEMENT

Devon Energy Production Company, L.P., by Candace Callahan of Beatty & Wozniak, P.C., provides this Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

<u>APPLICANT'S ATTORNEY</u>

Devon Energy Production Company Candace Callahan

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ccallahan@bwenergylaw.com

OTHER PARTY OR OPPONENT ATTORNEY

STATEMENT OF THE CASE

Devon Energy Production Company ("Devon") seeks an order (1) creating to the extent necessary a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU") comprised of the E/2 E/2 of Sections 16 and 21, Township 25 South, Range 32 East, NMPM, Lea County, New Mexico, and (2) pooling all uncommitted interests in the Bone Spring formation (WC-025 G-06 S253206M; BONE SPRING [96715]) underlying the HSU. Devon proposes to dedicate the above-referenced 320.00 acre spacing and proration unit as the standard horizontal

spacing and proration unit for its proposed **Marwari 28-16 State Fed Com 238H well,** to be horizontally drilled from an approximate surface location 175' FNL and 925' FEL of Section 28 to a bottom hole location 330' FNL and 660' FEL of Section 16. This well defines the HSU.

PROPOSED EVIDENCE

WITNESSES	ESTIMATED TIME	EXHIBITS
Tim Prout (Landman)	15 minutes	Approx. 6
Kirk Malinowsky (Geologist)	15 minutes	Approx. 3

PROCEDURAL MATTERS

If there is no objection to this matter, Devon intends to present this case by affidavit.

BEATTY & WOZNIAK, P.C.

By:

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ATTORNEYS FOR DEVON ENERGY PRODUCTION

COMPANY, L.P.