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

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

CASE NO. 21181

DEVON'S PRE- HEARING STATEMENT

Devon Energy Production Company, L.P. ("Devon") (OGRID 6137) submits this pre-hearing statement as required by the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT ATTORNEY

Devon Energy Production Company, LP Michael H. Feldewert

Adam G. Rankin Julia Broggi Kaitlyn A. Luck Holland & Hart LLP Post Office Box 2208

Santa Fe, New Mexico 87504

(505) 988-4421

(505) 983-6043 Facsimile

APPLICANT'S STATEMENT OF THE CASE

Devon seeks an order: (1) pooling all uncommitted interests in the Bone Spring formation (Livingston Ridge; Bone Spring (39350)) underlying a standard 960-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 15, 22, and 27, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico; and (2) dedicating the horizontal spacing unit to the following initial proposed wells:

• (1) The **Maldives 15-27 Fed Com #234H Well**, to be drilled from a surface hole location in the SW/4 SE/4 (Unit O) of Section 10 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 27;

• (2) The Maldives 15-27 Fed Com #235H Well, and (3) the Maldives 15-27 Fed Com #236H Well, both of which are to be drilled from surface hole locations in the SE/4 SE/4 (Unit P) of Section 10 to bottom hole locations in the SE/4 SE/4 (Unit P) of Section 27.

The completed interval for the **Maldives 15-27 Fed Com #235H Well** will remain within 330 feet of the W/2 E/2 of Sections 15, 22, and 27 to allow inclusion of these proximity tracts in a standard 960-acre horizontal well spacing comprised of the E/2 of Sections 15, 22, and 27.

PROPOSED EVIDENCE

WITNESSES Name and Expertise	ESTIMATED TIME	EXHIBITS
Katie Dean, Landman	Affidavit	6
Bryan Currie, Geologist	Affidavit	3

PROCEDURAL MATTERS

Since this matter is uncontested, Devon intends to present this case by affidavit.

Respectfully submitted,

HOLLAND & HART LLP

Michael H. Feldewert

Adam G. Rankin

Julia Broggi

Kaitlyn A. Luck

Post Office Box 2208

Santa Fe, New Mexico 87504-2208

(505) 988-4421

(505) 983-6043 Facsimile

mfeldewert@hollandhart.com

agrankin@hollandhart.com

jbroggi@hollandhart.com

kaluck@hollandhart.com

ATTORNEYS FOR DEVON ENERGY PRODUCTION COMPANY, L.P.