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 NOS. 21183

DEVON'S PRE- HEARING STATEMENT

Devon Energy Production Company, L.P. ("Devon") 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 pooling all uncommitted interests in the Bone Spring formation (Jennings; Bone Spring, West Pool [Pool code 97860]) underlying a 320-acre standard horizontal spacing unit comprised of the E/2 E/2 of Sections 2 and 11, Township 26 South, Range 31 East, NMPM, Eddy County, New Mexico. Devon intends to dedicate this horizontal spacing unit to the proposed initial **Shetland 2-11 State Fed Com #333H well** to be horizontally drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 2 to a bottom hole location in the SE/4

SE/4 (Unit P) of Section 11. The completed interval of this well will comply with statewide setbacks for oil wells.

PROPOSED EVIDENCE

WITNESSES Name and Expertise	ESTIMATED TIME	EXHIBITS
Tim Prout, Landman	Affidavit	8
Sloan Anderson, Geologist	Affidavit	6

PROCEDURAL MATTERS

Devon does not expect any opposition to this pooling application and intends to present the 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.