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

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

Case No. 21398

<u>DEVON ENERGY PRODUCITON COMPANY, L.P.'S</u> (UPDATED) PREHEARING STATEMENT

Devon Energy Production Company, L.P., ("Devon"), OGRID No. 6137, submits the following Prehearing Statement pursuant to the rules of the Oil Conservation Division ("Division").

APPEARANCES

APPLICANT ATTORNEY

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APPLICANT'S STATEMENT OF CASES

In Case No. 21398, Devon seeks an Order for (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the W/2 E/2 of Sections 30 and 31, Township 23 South, Range 35 East, NMPM, Lea County, New Mexico, and (2) pooling all uncommitted mineral

interests in the Bone Spring formation (ANTELOPE RIDGE; BONE SPRING [Pool Code 2200]) underlying said unit. Devon proposes for the HSU its **Red Bull 30-31 Fed State Com 3H Well**, an oil well, to be horizontally drilled from a surface location in NW/4 NE/4 (Unit B) of Section 30 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 31.

APPLICANT'S PROPOSED EVIDENCE

WITNESS ESTIMATED TIME EXHIBITS

Landman: Andy D. Bennett 10 min Approx. 6

Geologist: Tom Peryam 10 min Approx. 5

PROCEDURAL MATTERS

Devon requests that, for purposes of the hearings, this Case No. 21398 be consolidated with Case Nos. 21396, 21397 and 21399 as they involve units within the same two sections and the same formation. No protests or objections have been filed and Devon does not anticipate any at this time; consequently, Devon plans to conduct the hearing by affidavit.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage

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