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, EDDY COUNTY, NEW MEXICO

Case No. 21521

DEVON ENERGY PRODUCITON COMPANY, L.P.'S 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

Devon Energy Production Company, L.P. Darin C. Savage

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APPLICANT'S STATEMENT OF CASES

In Case No. 21521, Devon seeks an order (1) creating a standard 320-acre, more or less, spacing and proration unit comprised of the N/2 N/2 of Sections 13 and 14, Township 21 South, Range 27 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral

interests in the Wolfcamp formation (ALACRAN HILLS UPPER WOLFCAMP OIL [98314]) underlying said unit. Devon proposes to dedicate the HSU to its **Lone Tree Draw 14-13 State Com 621H Well**, an oil well, proposed to be horizontally drilled from a surface location in SW/4

NW/4 (Unit E) of Section 14 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 13.

The **Lone Tree Draw 14-13 State Com 621H Well** is the Defining Well for the HSU.

APPLICANT'S PROPOSED EVIDENCE

WITNESS ESTIMATED TIME EXHIBITS

Landman: Andy D. Bennett 10 min Approx. 6

Geologist: Joe Dixon 10 min Approx. 5

PROCEDURAL MATTERS

Devon requests that, for purposes of the hearings, this Case No. 21521 be consolidated with Case Nos. 21520 through 21522 as they involve units within the same two sections. 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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