

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

APPLICATION OF DEVON ENERGY PRODUCTION  
COMPANY, L.P. FOR POOL EXPANSION AND SPECIAL  
POOL RULES, EDDY COUNTY, NEW MEXICO.

Case No. 14936  
Order No. R-13656

INTERIM ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. November 29, 2012, at Santa Fe, New Mexico, before Examiner Richard I. Ezeanyim.

NOW, on this 30th day of November, 2012, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner;

FINDS THAT:

(1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.

(2) In this case Devon Energy Production Company, L.P. ("Applicant") seeks an order (a) expanding the Northwest Fenton-Delaware Pool to include the W/2 of Section 13 and the NE/4 of Section 14, Township 21 South, Range 27 East, NMPM, and (b) establishing special rules and regulations for the pool, including a special depth bracket allowable of 200 barrels of oil per day for a standard 40-acre oil spacing and proration unit. Applicant also requests that the pool rules be made effective retroactive to the date of first Delaware production from the Lone Tree 14 State Com. Well No. 1 (API No. 30-015-29524), located in the SE/4 NE/4 of Section 14, Township 21 South, Range 27 East, NMPM (the "Well").

(3) Applicant filed its application herein on November 9, 2012, and, pursuant to 19.15.2.11 NMAC, applied for an emergency order allowing the Well to remain producing pending a hearing on special pool rules.

(4) The Division held an informal hearing on emergency request, and on November 14, 2012 issued Emergency Order No. E-40 (i) granting Applicant permission to continue producing the Well at its current rate (approximately 200 BOPD) for 15 days, and (ii) setting the hearing in this matter on the November 29, 2012 Examiner docket.

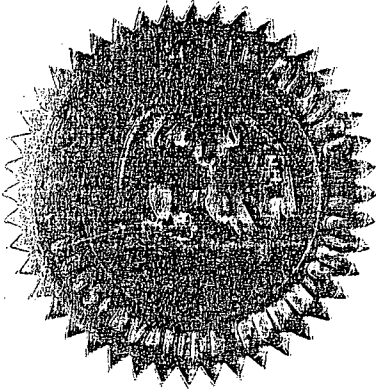
(5) At the hearing on this matter, Applicant requested permission to continue producing the Well at its current rate until a final order is issued in this case.

(6) Applicant's request is well taken, and should be granted.

**IT IS THEREFORE ORDERED THAT:**

(1) The Lone Tree State 14 Com. Well No. 1, located in the SE/4 NE/4 of Section 14, Township 21 South, Range 27 East, NMPM, shall be allowed to continue producing at its current rate until a final order is issued in this case.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated



SEAL

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

A handwritten signature in cursive script, appearing to read "Jami Bailey".

JAMI BAILEY  
Director