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

APPLICATIONS OF DEVON ENERGY PRODUCTION COMPANY, L.P. FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT, COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NOS. 16216, 16217

## PRE-HEARING STATEMENT

Applicant Devon Energy Production Company, L.P. provides this Pre-Hearing Statement as required by the rules of the Division.

#### **APPEARANCES**

APPLICANT'S ATTORNEYS

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<u>OPPONENT'S ATTORNEYS</u>

unknown unknown

#### STATEMENT OF THE CASE

Applicant Devon Energy Production Company, L.P. has filed applications as follows:

Case No. 16216: Applicant seeks an order approving a 160-acre non-standard oil spacing and proration unit comprised of the E/2 E/2 of Section 21, Township 22 South, Range 34 East, NMPM, Lea County, New Mexico, and pooling all mineral interests in the Bone Spring formation underlying the non-standard unit. The unit will be dedicated to Applicant's proposed Gaucho 21

Fed 6H well to be drilled from an approximate surface location 175 feet from the south line and 185 feet from the east line of Section 21 to a bottomhole location 330 feet from the north line and 380 feet from the east line of Section 21. The first and last take points for the well will be located within the designated setbacks for the pool for the well's project area.

Case No. 16217: Applicant seeks an order approving a 160-acre non-standard oil spacing and proration unit comprised of the W/2 E/2 of Section 21, Township 22 South, Range 34 East, NMPM, Lea County, New Mexico, and pooling all mineral interests in the Bone Spring formation, underlying the non-standard unit. The unit will be dedicated to Applicant's proposed Gaucho 21 Fed 7H well to be drilled from and approximate surface location 326 feet from the south line and 545 feet from the east line of Section 21 to a bottomhole location 330 feet from the north line and 1,580 feet from the east line of Section 21. The first and last take points for the well will be located within the designated setbacks for the pool for the well's project area.

#### PROPOSED EVIDENCE

APPLICANT'S WITNESSES	EST. TIME	<b>EXHIBITS</b>
Katie Dean, Land	20 min.	6
Steve Schwegal, Geologist	20 min.	4

## **OPPONENT'S WITNESSES**

Unknown.

#### PROCEDURAL MATTERS

Devon Energy Production Company, L.P. requests that cases 16216 and 16217 matters be consolidated for purposes of hearing, as they concern the same lands and interests. **Devon also** requests that these matters be continued to the June 28, 2018 docket.

## Respectfully submitted,

# MONTGOMERY & ANDREWS, P.A.

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