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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P. FOR AN EXCEPTION TO THE WELL DRNSITY PROVISIONS OF THE SPECIAL RULES GOVERNING THE BLANCO-MESAVERDE POOL, SAN JUAN COUNTY, NEW MEXICO.

Case No. 13090

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT Devon Energy Production Company, L.P. Suite 1500

20 North Broadway Oklahoma City, Oklahoma

Attention: Janet Wooldridge

(405) 552-4626

OTHER PARTY

OTHER PARTY'S ATTORNEY

APPLICANT'S ATTORNEY

Post Office Box 1056

Santa Fe, New Mexico 87504

James Bruce

(505) 982-2043

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an exception to the special rules for the Blanco-Mesaverde Pool to allow its Northeast Blanco Unit ("NEBU") Well No. 105-B to be drilled and completed on the same quarter-quarter section as the existing NEBU Well No. 105-A. Both wells will be located in the SE%SE% (Unit P) of Section 24, Township 30 North, Range 8 West, N.M.P.M. The E% of Section 24 will be dedicated to the wells.

The existing NEBU Well No. 105-A was drilled to a depth of 4278 feet subsurface, and is completed in and producing from the upper Mesaverde formation with perforations at 4240-4245 feet subsurface. Applicant proposes to drill the NEBU Well No. 105-B to a depth to test the lower Mesaverde formation, below approximately 5000 feet subsurface. Thus, the two wells will produce from different correlative zones.

OTHER PARTY

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u> EST. TIME **EXHIBITS** Janet Wooldridge 15 Min. Four

(landman)

Dale Reitz (geologist) 15 min.

Two

OTHER PARTY

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

Respectfully submitted,

James Bruce

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Attorney for Devon Energy Production Company, L.P.