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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 POOL CREATION, A DISCOVERY ALLOWABLE, AND SPECIAL POOL RULES, EDDY COUNTY, NEW MEXICO.

Case No. 14,838

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. P.O. Box 108838 Oklahoma City, Oklahoma 73101

Attention: Meg Muhlinghause (405) 552-4633

<u>OPPONENT</u>

APPLICANT'S ATTORNEY

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order (a) creating a new pool for production of oil from the Bone Spring formation, to be named the Angell Ranch-Bone Spring Pool, comprising the NW¼ of Section 25, Township 19 South, Range 27 East, N.M.P.M., (b) granting applicant a discovery allowable, and (c) establishing special rules and regulations for the pool, including (i) spacing of 80 acres, (ii) wells to be located no closer than 330 feet to a quarter-quarter section line, and (iii) a gas:oil ratio of 10,000 cubic feet of gas for each barrel of oil produced. The discovery well for the pool is the Guardian 25 State Com. Well No. 1 (API No. 30-015-36577), which was drilled at a location 1980 feet from the north line and 1980 feet from the west line of Section 25. Applicant

requests that the pool rules be made effective retroactive to the date of first Bone Spring production from the discovery well.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

	<u>WITNESSES</u>	EST. TIME	<u>EXHIBITS</u>
	Meg Muhlinghause (landman)	10 min.	Approx. 3
	(geologist)	15 min.	Approx. 4
	(engineer)	25 Min.	Approx, 8
OPPONENT			
	WITNESSES	EST, TIME	EXHIBITS

PROCEDURAL MATTERS

-None-

Respectfully submitted,

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for Devon Energy Production Company. L.P.