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

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR A HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 23382

PREHEARING STATEMENT

Devon Energy Production Company, L.P. ("Devon"), OGRID No. 6137, through its undersigned attorneys, submits the following Prehearing Statement pursuant to the rules of the Oil Conservation Division ("Division").

APPEARANCES

APPLICANT ATTORNEY

Devon Energy Production Company, L.P.

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APPLICANT'S STATEMENT OF THE CASE

In Case No. 23382, Devon seeks an order (1) establishing a standard 640-acre, more or less, spacing and proration unit comprised of the E/2 of Sections 13 and 24, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral

interests in the Wolfcamp formation, designated as an oil pool, underlying said unit. Devon proposes and dedicates to the HSU the Bora Bora 13-24 Fed Com 623H Well, the Bora Bora 13-24 Fed Com 624H Well, the Bora Bora 13-24 Fed Com 625H Well, the Bora Bora 13-24 Fed Com 713H Well, and the Bora Bora 13-24 Fed Com 714H Well, as initial wells, to be drilled to a sufficient depth to test the Wolfcamp formation.

Devon proposes the **Bora Bora 13-24 Fed Com 623H Well,** an oil well, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 12-23S-31E to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 24.

Devon proposes the **Bora Bora 13-24 Fed Com 624H Well,** an oil well, to be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 12-23S-31E to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 24. The **Bora Bora 13-24 Fed Com 624H Well** is the proximity well, positioned so the unit can include proximity tracts located within 330 feet of the well's completed interval, thereby incorporating the E/2 E/2 of Sections 13 and 24, in order to establish the larger unit covering the E/2 of said Sections.

Devon proposes the **Bora Bora 13-24 Fed Com 625H Well,** an oil well, to be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 12-23S-31E to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 24.

Devon proposes the **Bora Bora 13-24 Fed Com 713H Well,** an oil well, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 12-23S-31E to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 24.

Devon proposes the **Bora Bora 13-24 Fed Com 714H Well,** an oil well, to be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 12-23S-31E to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 24.

All the wells proposed herein, except for the **623H Well**, are orthodox in their location, and the take points and completed intervals comply with setback requirements under the statewide rules. The **Bora Bora 13-24 Fed Com 623H Well** is unorthodox in its location, encroaching toward the west boundary, and Devon will apply administratively with the OCD for approval of the non-standard location (NSL).

APPLICANT'S PROPOSED EVIDENCE

Landman: Aaron Young Approx. 10 min Approx. 6

Geologist: Josh O'Brien Approx. 10 min Approx. 3

PROCEDURAL MATTERS

Since the unit in this Case No. 23382 is within the same section and adjacent to the unit proposed by Devon in Case No. 23383, Devon requests that the two cases be consolidated. 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

Darin C. Savage

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 190149

QUESTIONS

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	190149
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
Please assist us by provide the following information about your testimony.	
Number of witnesses	2
Testimony time (in minutes)	20