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. 23386

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. 23386, Devon seeks an order (1) establishing a standard 640-acre, more or less, spacing and proration unit comprised of the S/2 of Sections 13 and 14, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests from the top of the Purple Sage; Wolfcamp formation [Pool Code 98220] to a depth of

10,104 feet within said formation, as defined on the log for the Indian Draw '13' 001 Well (API No. 30-015-29714). This pool, underlying the unit, is designated as a gas pool. Devon proposes and dedicates to the HSU two initial wells: the **Tomahawk 13-14 Fed Com 622H Well** and the **Tomahawk 13-14 Fed Com 623H Well**, to be drilled as gas wells to a sufficient depth to test the Wolfcamp formation.

Devon proposes the **Tomahawk 13-14 Fed Com 622H Well,** to be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 13 to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 14.

Devon proposes the **Tomahawk 13-14 Fed Com 623H Well,** to be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 13 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 14.

The setbacks requirements for the Purple Sage; Wolfcamp formation are governed by special rules in Order No. R-14262 The **622H Well** and **623H Well** are unorthodox in their locations because they encroach closer than 330' to the unit boundary at the end points, and consequently, Devon will apply administratively with the OCD for approval of the non-standard locations (NSLs).

APPLICANT'S PROPOSED EVIDENCE

ESTIMATED TIME

Landman: Jake Nourse	Approx. 10 min	Approx. 6

EXHIBITS

Geologist: Joseph Dixon Approx. 10 min Approx. 5

WITNESS

PROCEDURAL MATTERS

Since the unit in this Case No. 23386 is within the same section and adjacent to the unit proposed by Devon in Case No. 23385, 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

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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 190148

QUESTIONS

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	190148
	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	