

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

**APPLICATION OF DEVON ENERGY
PRODUCTION COMPANY, L.P.
FOR A NON-STANDARD SPACING AND
PRORATION UNIT AND COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO.**

CASE NO. 16163

PRE-HEARING STATEMENT

COMES NOW, Devon Energy Production Company, L.P., by Candace Callahan of Beatty & Wozniak, P.C., and provides this Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

APPLICANT

Devon Energy Production Company

APPLICANT'S ATTORNEY

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OTHER PARTY OR OPPONENT

Kaiser-Francis Oil Company

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STATEMENT OF THE CASE

Devon Energy Production Company ("Devon") seeks approval of a 640-acre non-standard spacing and proration unit in the Purple Sage Wolfcamp Gas Pool (98220) comprised of the W/2 of Section 30 and the W/2 of Section 31, Township 23 South, Range 29 East, Eddy County, New Mexico. Devon further seeks the pooling of all mineral interests in the Purple Sage Wolfcamp Gas Pool underlying the proposed unit.

Devon proposes to dedicate the above-referenced spacing and proration unit as the project area for four proposed initial wells:

- a. The proposed **Spud Muffin 30-31 Fed Com 621H Well**, which will be horizontally drilled from a surface location in the SW/4SW/4 of Section 31 (Unit M, Lot 4) to a bottom hole location in the NW/4NW/4 of Section 30 (Unit D, Lot 1);
- b. The proposed **Spud Muffin 30-31 Fed Com 732H Well**, which will be horizontally drilled from a surface location in the SW/4SW/4 of Section 31 (Unit M, Lot 4) to a bottom hole location in the NW/4NW/4 of Section 30 (Unit D, Lot 1);
- c. The proposed **Spud Muffin 31-30 622H Well**, which will be horizontally drilled from a surface location in the SE/4SW/4 of Section 31 (Unit N) to a bottom hole location in the NE/4NW/4 of Section 30 (Unit C);
- d. The proposed **Spud Muffin 31-30 734H Well**, which will be horizontally drilled from a surface location in the SE/4SW/4 of Section 31 (Unit N) to a bottom hole location in the NE/4NW/4 of Section 30 (Unit C).

These wells will be pad-drilled sequentially and batch completed. All four wells will be drilled in the upper/lower Wolfcamp. The completed intervals for all four wells will be orthodox.

PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	EXHIBITS
Joe Hammond (Landman)	20 minutes	Approx. 9
Susan Estes (Geologist)	20 minutes	Approx. 4
Karsan Sprague (Reservoir Engineer)	20 minutes	Approx. 1 (10 pages)

PROCEDURAL MATTERS

As Case Nos. 16163 and 16164 cover adjacent lands within the same sections and all witnesses will be the same, Devon requests that Case Nos. 16163 and 16164 be consolidated for hearing.

BEATTY & WOZNIAK, P.C.

By: 

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ATTORNEYS FOR DEVON ENERGY PRODUCTION
COMPANY, L.P.

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on counsel of record by electronic mail on June 21, 2018.

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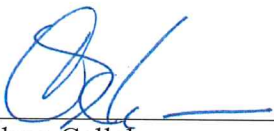
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