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

APPLICATIONS OF DEVON ENERGY PRODUCTION COMPANY, L.P. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NOS. 20729, 20730, & 20731

DEVON'S CONSOLIDATED PRE- HEARING STATEMENT

Devon Energy Production Company, L.P. ("Devon") submits this consolidated pre-hearing statement as required by the rule of the Oil Conservation Division.

<u>APPEARANCES</u>

APPLICANT

ATTORNEY

Devon Energy Production Company, LP

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APPLICANT'S STATEMENT OF THE CASE

In Case No. 20729, Devon seeks an order: (1) pooling all uncommitted interests in the Bone Spring formation (Laguna Salado; Bone Spring Pool (Pool Code 96721) & Laguna Salado; Bone Spring, South (Pool Code 96857)) underlying a 640-acre standard horizontal spacing unit comprised of the E/2 of Sections 22 and 27, Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico, and (2) dedicating the horizontal spacing unit to the proposed **Papas Fritas**27-22 Fed Com 333H well to be horizontally drilled from a surface hole location in the SE/4 SE/4

(Unit P) of Section 27 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 22. The completed interval for the **Papas Fritas 27-22 Fed Com 333H well** will remain within 330 feet of the quarter-section line separating the W/2 E/2 from the E/2 E/2 of Sections 22 and 27 to allow inclusion of offset acreage into a standard 640-acre horizontal well spacing unit.

In Case No. 20730, Devon seeks an order: (1) pooling all uncommitted interests in the Bone Spring formation (Laguna Salado; Bone Spring Pool (Pool Code 96721) & Laguna Salado; Bone Spring, South (Pool Code 96857)) underlying a 320-acre standard horizontal spacing unit comprised of the E/2 W/2 of Sections 22 and 27, Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico, and (2) dedicating the horizontal spacing unit to the proposed Papas Fritas 27-22 Fed Com 332H well to be horizontally drilled from a surface hole location in the SW/4 SE/4 (Unit O) of Section 27 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 22. The completed interval for the Papas Fritas 27-22 Fed Com 332H well will remain within the standard setback as required by the statewide rules for horizontal oil wells.

In Case No. 20731, Devon seeks an order: (1) pooling all uncommitted interests in the Bone Spring formation (Laguna Salado; Bone Spring Pool (Pool Code 96721) & Laguna Salado; Bone Spring, South (Pool Code 96857)) underlying a 320-acre standard horizontal spacing unit comprised of the W/2 W/2 of Sections 22 and 27, Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico, and (2) dedicating the horizontal spacing unit to the proposed Papas Fritas 27-22 Fed Com 331H well to be horizontally drilled from a surface hole location in the NW/4 NW/4 (Unit D) of Section 34 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 22. The completed interval for the Papas Fritas 27-22 Fed Com 331H well will remain within the standard setback as required by the statewide rules for horizontal oil wells.

PROPOSED EVIDENCE

WITNESSES Name and Expertise	ESTIMATED TIME	EXHIBITS
Verl Brown, Landman	Via Affidavit	8
Miranda Childress, Geologist	Via Affidavit	5

PROCEDURAL MATTERS

Devon respectfully requests Case Nos. 20729, 20730, and 20731 be consolidated for purposes of hearing. If uncontested, Devon intends to present these cases by affidavit.

Respectfully submitted,

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