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

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

CASE NOS. 20872

DEVON'S PRE- HEARING STATEMENT

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

APPEARANCES

APPLICANT ATTORNEY

Devon Energy Production Company, LP

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APPLICANT'S STATEMENT OF THE CASE

Devon seeks an order pooling all uncommitted interests in Wolfcamp formation underlying a standard 640-acre, more or less, horizontal spacing unit comprised of the W/2 of Sections 16 and 21, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico. This acreage is currently subject to two pools: The WC-025 G-09 S263504N (Pool Code 98117) in Section 16 and the Jabalina; Wolfcamp Pool (Pool Code 96776) in Section 21. Devon seeks to initially dedicate this proposed horizontal spacing unit to the **Talco 16-21 State Fed Com No. 1H Well** (API No. pending) and the **Talco 16-21 State Fed Com No. 2H Well** (API No. pending), both of

which will be drilled from a surface hole location in the NW/4 NW/4 (Unit D) of Section 16 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 21. The completed interval for the Talco 16-21 State Fed Com No. 2H Well will be within 330' of the E/2 W/2 of Sections 16 and 21 to allow inclusion of these proximity tracts in a standard 640-acre horizontal spacing unit comprised of W/2 of Sections 16 and 21.

PROPOSED EVIDENCE

WITNESSES Name and Expertise	ESTIMATED TIME	EXHIBITS
Joe Hammond, Landman	Affidavit	5
Russell Goodin,Geologist	Affidavit	4

PROCEDURAL MATTERS

Devon is not aware of any opposition to this pooling application and therefore intends to present this case by affidavit.

Respectfully submitted,

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