JAMES BRUCE ATTORNEY AT LAW

em - smit

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

iamesbruc@aol.com

April 29, 2014

Florene Davidson
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

RECEIVED OCD

2014 APR 30 P 12: 55

Case 15147

Dear Florene:

Enclosed for filing, on behalf of Devon Energy Production Company, L.P., are an original and one copy of an application to amend the special pool rules for the North Paduca-Delaware Pool. The advertisement has also been e-mailed to the Division. Please set this matter for the May 29, 2014 Examiner hearing.

Very,truly yours,

James Bruce

Attorney for Devon Energy Production Company, L.P.

## PERSONS BEING NOTIFIED

Yates Petroleum Corporation

COG Operating LLC

Sahara Operating Co.

## BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION HELLENGED OCC

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P. TO AMEND SPECIAL POOL RULES, LEA COUNTY, NEW MEXICO.

2014 APR 30 P 12: 55 

## <u>APPLICATION</u>

Devon Energy Production Company, L.P. applies for an order amending the special rules and regulations for the North Paduca-Delaware Pool (the "Pool"), and in support thereof, states:

- 1. Applicant is an operator in the Pool.
- 2. The Pool was created by Order No. R-3381, and currently includes the following acreage in Lea County:

Township 24 South, Range 32 East, N.M.P.M.

Section 33:

SE/4

SW/4

Section 34:

Township 25 South, Range 32 East, N.M.P.M.

Section 4:

NE/4

- 3. Under Order No. R-3437, as amended, the Pool has special rules and regulations which include:
  - Each gas well in the pool shall be spaced on 160 acres; (a)
  - Each oil well in the pool shall be spaced on 40 acres; (b)
  - (c) A well shall be classified as a gas well if it has a gas:oil ratio of 30,000:1 or more;
  - (d) The limiting gas:oil ratio for a well in the Pool shall be 3,000:1; and
  - Gas wells and oil wells may be located no closer than 330 feet to a (e) quarter-quarter section line, except that a well in a known gas productive area shall be located within 150 feet from the center of a quarter-quarter section.

4. The initial well completed in the Pool had a top perforation of 4,795 feet

subsurface. Therefore, the Pool has a depth bracket allowable of 80 barrels of oil per day for a

standard 40 acre oil spacing and proration unit.

Applicant is the operator of the Trionyx 6 Fed. Well No. 4H (API No. 30-025-5.

40044), located in a horizontal oil well unit comprised of the E/2W/2 of Section 6, Township 25

South, Range 32 East, N.M.P.M. (the "Well"). The Well has been placed in the Pool by the

Division.

6. The Well is capable of producing above the Pool's oil allowable.

7. Applicant requests that:

> The special rules and regulations for the Pool be amended to provide for a (a)

> special depth bracket allowable of 350 barrels of oil per day for a standard 40 acre

oil well unit; and

(b) The special rules and regulations for the Pool be made effective

retroactive to the date of first production from the Well.

8. The granting of this application is in the interests of conservation, the prevention

of waste, and the protection of correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the Division grant the

relief requested above.

Respectfully submitted,

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Devon Energy Production

Company, L.P.

## PROPOSED ADVERTISEMENT

Case No. \_ 15147 :

Application of Devon Energy Production Company, L.P. to amend special pool rules, Lea County, New Mexico. Applicant seeks an order amending the special rules and regulations for the North Paduca-Delaware Pool to include a special depth bracket allowable of 350 barrels of oil per day for a standard 40 acre oil spacing and proration unit. The North Paduca-Delaware Pool currently includes parts of Sections 33 and 34, Township 24 South, Range 32 East, NMPM, and Section 4, Township 25 South, Range 32 East, NMPM. Applicant further requests that the amended special rules and regulations be made effective retroactive to the date of first production from the Trionyx 6 Fed. Well No. 4H, located in the E/2W/2 of Section 6, Township 25 South, Range 32 East, NMPM. The North Paduca-Delaware Pool is centered approximately 28 miles west of Jal, New Mexico.

RECEIVED OOD

WITH APR 30 P 12: 55