

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

**IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:**

**APPLICATION OF DEVON ENERGY PRODUCTION
COMPANY, L.P. FOR LEASE COMMINGLING,
EDDY COUNTY, NEW MEXICO.**

Case No. 14,087

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Devon Energy Production Company, L.P.
P.O. Box 108838
Oklahoma City, Oklahoma 73101

Attention: Meg Muhlinghause
(405) 228-4416

APPLICANT'S ATTORNEY

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Devon Energy Production Company, L.P. seeks an exception to NMAC 19.15.5.303.A to authorize the surface commingling of production from the Red Lake Queen-Grayburg-San Andres Pool and Red Lake Glorieta-Yeso Pool originating from its wells located on (i) United States Oil and Gas Lease LC 070678-A, covering the NW/4NW/4, S/2NW/4, N/2SW/4, and SW/4SE/4 of Section 8, (ii) United States Oil and Gas Lease NM 89156, covering the SE/4SW/4 and NW/4SE/4 of Section 8, (iii) United States Oil and Gas Lease NM 29273, covering the SE/4SE/4 of Section 8, and (iv) United States Oil and Gas Lease NM 0758, covering the NE/4NW/4 of Section 17, all in Township 18 South, Range 27 East, N.M.P.M. Applicant also seeks an exception to the metering requirements of NMAC 19.15.5.303.B(4)(a) to authorize the allocation of production from these diversely-owned wells on the basis of periodic well tests. All

production from these wells is to be stored at the Hawk "8" Tank Battery, located in the NE/4SW/4 of Section 8.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Meg Muhlinghause (landman)	10 min.	Approx. 3
Marcos Ortiz (operations engineer)	20 min.	Approx. 3

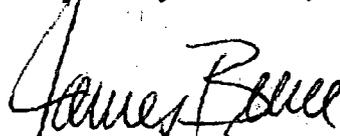
OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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PROCEDURAL MATTERS

-None-

Respectfully submitted,



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(505) 982-2043

Attorney for Devon Energy Production
Company, L.P.