

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
CORPORATION (NEVADA) FOR LEASE
COMMINGLING, EDDY COUNTY, NEW MEXICO.

CASE NOS. 11,845,
11,846, & 11,847

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Devon Energy Corporation (Nevada)
Suite 1500, 20 N. Broadway
Oklahoma City, OK 73102
Attn: Ken Gray
(405) 452-4633

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks approval of three separate surface commingling applications. Each application seeks to surface commingle production from the Red Lake Queen-Grayburg-San Andres Pool, in Eddy County. All 12 leases involved are federal leases. Devon is the sole working interest owner in all but two leases; in those two leases, Applicant and Altura Energy each own 50% of the working interest. Overriding royalty ownership varies greatly from lease to lease. Each well will be tested on a monthly basis for purposes of allocation of production.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES

E.L. Buttross
(engineer)

EST. TIME

20 min.

EXHIBITS

- 1. Land plat
- 2. Interest listing
- 3. Facilities plat
- 4. Notice letters

OPPONENT

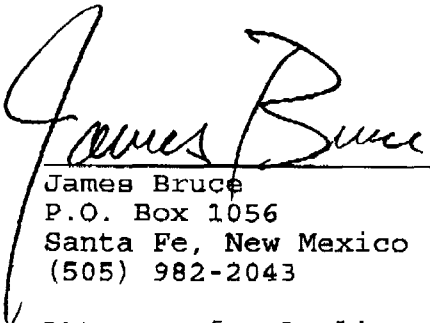
WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-



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 Attorney for Applicantm