

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P. TO REOPEN CASE NO. 12778 TO ABOLISH THE SPECIAL RULES AND REGULATIONS FOR THE BUFFALO VALLEY-PENNSYLVANIAN GAS POOL AND TO TERMINATE GAS PRORATIONING IN THE POOL, CHAVES COUNTY, NEW MEXICO.

No. 12778 (Reopened)

21 APR - 9 PM 11:13  
OIL CONSERVATION DIVISION

APPLICATION

Devon Energy Production Company, L.P. applies for an order abolishing the Special Rules and Regulations for the Buffalo Valley-Pennsylvanian Gas Pool (the "Pool"), and terminating gas prorationing in the Pool, and in support thereof, states:

1. Applicant is an operator in the Pool, which was created by Oil Conservation Commission Order No. R-2349, dated October 31, 1962. The Pool currently encompasses the following acreage:

Township 14 South, Range 27 East, N.M.P.M.

Section 25: All  
Section 26: S $\frac{1}{2}$   
Sections 35 & 36: All

Township 14 South, Range 28 East, N.M.P.M.

Section 31: All

Township 15 South, Range 27 East, N.M.P.M.

Sections 1 & 2: All  
Section 3: N $\frac{1}{2}$   
Section 4: All  
Sections 11-14: All  
Section 15: E $\frac{1}{2}$   
Section 22: E $\frac{1}{2}$   
Sections 23-26: All

Township 15 South, Range 28 East, N.M.P.M.

Sections 6 & 7: All  
Section 8: S $\frac{1}{2}$   
Section 16: E $\frac{1}{2}$   
Section 17: All  
Section 18: N $\frac{1}{2}$   
Section 20: N $\frac{1}{2}$   
Section 21: W $\frac{1}{2}$  and NE $\frac{1}{4}$

2. Special Rules and Regulations for the Pool were adopted by Commission Order Nos. R-2349, R-2349-A, and R-1670-H. The rules require (a) 320 acre well units, (b) wells to be located in either the northwest quarter or the southeast quarter of a section, and (c) wells to be located no closer than 990 feet to the outer boundary of a section nor closer than 330 feet to a quarter-quarter section line.

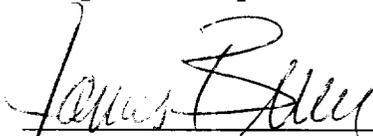
3. The Pool is a prorated gas pool governed by Division Order No. R-1870, as amended. The current allowable for the Pool is approximately 1.1 MMCFG/day per gas proration unit.

4. Applicant requests that Case No. 12778 be reopened, and that (a) the Special Rules and Regulations for the Pool be abolished and (b) gas prorationing be terminated, and that the Pool henceforth be governed by the Division's statewide rules.

5. 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 relief requested above be granted.

Respectfully submitted,



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PROPOSED ADVERTISEMENT

Case 12778 (Reopened): Application of Devon Energy Production Company, L.P. to reopen Case No. 12778 to abolish the Special Rules and Regulations for the Buffalo Valley-Pennsylvanian Gas Pool and to terminate gas prorationing in the pool, Chaves County, New Mexico. Applicant seeks an order abolishing the Special Rules and Regulations for the Buffalo Valley-Pennsylvanian Gas Pool and terminating gas prorationing in the pool, and making the Division's statewide spacing and well location rules applicable to the pool. The pool covers all or portions of Sections 25, 26, 35, and 36, Township 14 South, Range 27 East, N.M.P.M., Section 31, Township 14 South, Range 28 East, N.M.P.M., Sections 1-4, 11-15, and 22-26, Township 15 South, Range 27 East, N.M.P.M., and Sections 6-8, 16-18, 20, and 21, Township 15 South, Range 28 East, N.M.P.M. The pool is centered approximately 10 miles southeast of Hagerman, New Mexico.