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

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 23788

PREHEARING STATEMENT

Devon Energy Production Company, L.P. ("Devon"), OGRID No. 6137, through its undersigned attorneys, hereby files this Application with the Oil Conservation Division ("Division").

APPEARANCES

ATTORNEY

APPLICANT

Devon Energy Production Company, L.P.

Darin C. Savage
Andrew D. Schill
William E. Zimsky
214 McKenzie Street
Santa Fe, New Mexico 87501
Telephone: 970.385.4401
Facsimile: 970.385.4901
darin@abadieschill.om
andrew@abadieschill.com
bill@abadieschill.com

APPLICANT'S STATEMENT OF THE CASE

In Case No. 23788, Devon seeks an order pooling all uncommitted mineral interests in the Purple Sage; Wolfcamp formation, designated as a gas pool, underlying said unit underlying a non-standard 599.2-acre, more or less, spacing and proration unit comprised of Lot 2 (NW/4 NE/4 equivalent), Lot 1 (NE/4 NE/4 equivalent), the S/2 NE/4, and the SE/4 of Section 2, Township 24

South, Range 29 East, NMPM, and the E/2 NE/4, SW/4 NE/4, and SE/4 of Section 35, Township 23 South, Range 29 East, NMPM, and, all in Eddy County, New Mexico. Section 2 is an irregular section which contains correction units.

Devon proposes the Tater Tot 2-35 Fed Com 622H Well, Tater Tot 2-35 Fed Com 624H Well, and Tater Tot 2-35 Fed Com 713H Well as initial wells, to be drilled to a sufficient depth to test the Wolfcamp formation.

Devon proposes the **Tater Tot 2-35 Fed Com 622H Well,** a gas well, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 2 to a bottom hole location in the SW/4 NE/4 (Unit G) of Section 35.

Devon proposes the **Tater Tot 2-35 Fed Com 624H Well,** a gas well, to be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 2 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 35.

Devon proposes the **Tater Tot 2-35 Fed Com 713H Well,** a gas well, to be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 2 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 35.

The proposed wells are unorthodox in their location, and the take points and completed intervals do not comply with setback requirements under the Division's Special Rules for the Purple Sage; Wolfcamp pool, which are set out in Order No. R-14262.

Devon has made applications for administrative approval of the Nonstandard Locations ("NSL") of each well, and the Division has granted approval of each NSL in Order No. NSL-8626, Order No. NSL-8627, and Order No. NSL-8630.

Devon has made applications for administrative approval of the Nonstandard Proration ("NSP") Unit, and the Division has granted approval of the NSP Unit in Order No. NSP-2165.

APPLICANT'S PROPOSED EVIDENCE

WITNESS **ESTIMATED TIME EXHIBITS**

Landman: Aaron Young Approx. 10 min Approx. 6

Geologist: Sarah Jancuska Approx. 10 min Approx. 3

PROCEDURAL MATTERS

Devon requests that, for purposes of the hearings, Case Nos. 23786, 23787 and 23789 be consolidated with Case No. 23788 as they involve units within the same sections. No protests or objections have been filed and Devon does not anticipate any at this time; consequently, Devon plans to conduct the hearing by affidavit.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage

Darin C. Savage

Andrew D. Schill

William E. Zimsky

214 McKenzie Street

Santa Fe, New Mexico 87501

Telephone: 970.385.4401

Facsimile: 970.385.4901

darin@abadieschill.com

andrew@abadieschill.com

bill@abadieschill.com

Attorneys for Devon Energy Production

Company, L.P.

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 270241

QUESTIONS

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	270241
	Action Type:
l l	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	2	
Testimony time (in minutes)	20	