

**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:**

**CASE NO. 13132 (Re-Opened)
ORDER NO. R-12094-A**

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

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on March 18, 2004, at Santa Fe, New Mexico, before Examiner David K. Brooks.

NOW, on this 8th day of April, 2004, the Division Director, having considered the testimony, the record and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice has been given, and the Division has jurisdiction of this case and of the subject matter.

(2) On February 4, 2004, pursuant to the application of Devon Energy Production Company, L.P. (Applicant), the Division entered Order No. R-12094 in this case, pooling all uncommitted interests, whatever they may be, in the oil and gas in the Morrow formation underlying Lots 1 and 2, the S/2 NE/4 and the SE/4 (E/2 equivalent) of Section 6, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico, to form a standard 319.49-acre gas spacing and proration unit in the South Carlsbad-Morrow Gas Pool, and dedicating that unit to Applicant's proposed Joell Well No. 2 (the proposed well), to be located 1330 feet from the North and East lines (Unit G) of Section 6.

(3) Order No. R-12094 required that the drilling of the Joell Well No. 2 be commenced no later than May 1, 2004.

(4) Subsequent to the entry of Order No. R-12094, Applicant decided, in order to reduce interference with existing surface uses, to relocate the proposed well to a standard gas well location 1530 feet from the North line and 1130 feet from the East line (Unit H) of Section 6, Township 23 South, Range 27 East, NMPM.

(5) On February 24, 2004, Applicant filed its amended application seeking to re-open this case to provide for the revised location of the proposed well. Due notice was given of the filing of the amended application.

(6) This case should be re-opened, and Order No. R-12094 should be amended to provide for the revised location of the proposed well and to extend the deadline for commencement of drilling.

IT IS THEREFORE ORDERED THAT:

(1) Order No. R-12094, entered by the Division in this case on February 4, 2004 is hereby amended as follows:

(a) The final sentence of Ordering Paragraph (1) is amended to read:

The above-described unit shall be dedicated to the proposed Joell Well No. 2 to be drilled at a standard gas well location 1530 feet from the North line and 1130 feet from the East line (Unit H) of Section 6.

(b) Ordering Paragraphs (2) and (3) are changed to extend the deadline for the commencement of drilling to August 1, 2004.

(2) In all other respects, except as expressly amended hereby, Order No. R-12094 shall continue in full force and effect.

Case No. 13132
Order No. R-12094-A
Page 3

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



JOANNA PRUKOP
Acting Director

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