## 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. **P**630 4 21 2006

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

## **PRE-HEARING STATEMENT**

This Pre-Hearing Statement is submitted by Holland & Hart LLP as required by the Oil Conservation Division.

# **APPEARANCES OF PARTIES**

## APPLICANT

Devon Energy Production Company, L.P.

## **ATTORNEY**

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

## **OPPOSITION**

OXY WTP, LP, and Occidental Permian, Ltd. Attn: Elizabeth Bush-Ivie Post Office Box 4294 Houston, Texas 77210-4294 (281) 552-1303

#### **ATTORNEY**

William F. Carr, Esq. Holland & Hart LLP 110 North Guadalupe Santa Fe, New Mexico 87501 (505) 988-4421 Pre-Hearing Statement NMOCD Case No. 13630 Page 2

### STATEMENT OF CASE

### APPLICANT

Devon Energy Production Company, L.P. seeks an exception to Rule 19.15.5.303A NMAC to authorize the surface commingling of production from the Northeast Red Lake Glorieta-Yeso Pool and the Red Lake Queen-Grayburg-San Andres Pool originating from its wells located on Federal Oil and Gas Leases NM 033865, NM 29270, NM 056122, LC 026874(b), NM 025528, NM 0557370, LC 064050(a), and LC 067849, which comprise all or parts of Sections 33, 34, and 35, Township 17 south, Range 27 East. Applicant also seeks an exception to the metering requirements of Rule 19.15.5.303B(4)(a) NMAC 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 Eagle "34" Tank Battery, located in the NE/4 SW/4 of Section 34. The leases and wells are located approximately 8 miles east-Northeast of Atoka, New Mexico.

### **OPPOSITION**

Devon has agreed to produce information concerning this application to OXY WTP, LP, and Occidental Permian, Ltd. Until this information is produced the nature and extent of any opposition is unknown.

## **PROPOSED EVIDENCE**

#### **OPPOSITION**

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
MAY CALL:		
Elizabeth Bush-Ivie (Petroleum Engineer)	Approx. 15 Minutes	Approx. 5

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William F Carr Attorney for OXY WTP, LP, and Occidental Permian, Ltd.

## **CERTIFICATE OF SERVICE**

I certify that on February 23, 2006 I served a copy of the foregoing document to the following by

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U.S. Mail, postage prepaid

Hand Delivery

Fax

Electronic Service by LexisNexis File & Serve

James Bruce, Esq. Post Office Box 1056 Santa Fe, NM 87504-1056 (505) 982-2043 (505) 982-2151 (facsimile)

William F. Carr

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