STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OCD OIL CONSERVATION DIVISION 2016 JUN 21 A 9: 19

IN THE MATTER OF THE HEARINGS CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF COG OPERATING LLC FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY NEW MEXICO.

Case No. 15,501

DEVON ENERGY PRODUCTION COMPANY, L.P.'S MOTION FOR A CONTINUANCE

Devon Energy Production Company, L.P. ("Devon") moves for an order continuing the above case to the July 7, 2016 Examiner hearing, and in support thereof, states:

- 1. In this case COG Operating LLC ("COG") seeks to pool the Bone Spring formation underlying the S½N½ of Section 7, Township 19 South, Range 32 East, N.M.P.M.
- 2. Devon and COG have been negotiating in good faith to voluntarily join Devon's interest into the well unit.
- 3. Devon initially offered COG a farmout of its interest. COG preferred a letter agreement with an agreed-upon operating agreement ("JOA") attached thereto. Devon agreed to COG's request.
- 4. COG provided Devon with its form of agreement very late last Thursday. Both of Devon's landmen responsible for this area were out of the office the following day. Thus, Devon personnel did not begin to review the letter agreement and JOA until yesterday. Devon needs additional time to review the documents submitted by COG in order to comply with Devon's internal approval procedures.

- 5. Devon simply does not want the cloud of a forced pooling order over its head and, therefore, requests a continuance in order to review and approve the agreement.
- 6. There have been no prior continuances of this case, and there are no known lease expiration issues.
- 7. Devon has contacted counsel for COG about filing this motion. It is assumed that COG opposes the motion.

WHEREFORE, Devon requests that Case No. 15,501 be continued to the July 7th Examiner hearing.

Respectfully submitted,

James Bruce

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CERTIFICATE OF SERVICE

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