

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

**APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P.
FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT, COMPULSORY
POOLING, AND TO ABOLISH THE ALLOWABLE LIMITATIONS
LEA COUNTY, NEW MEXICO**

CASE NO. 15818

PRE-HEARING STATEMENT

Devon Energy Production Company, L.P. ("Devon"), provides this Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

APPLICANT:

**DEVON ENERGY PRODUCTION
COMPANY, L.P.'s ATTORNEY**

**DEVON ENERGY PRODUCTION
COMPANY, L.P.**

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OPPONENT/OTHER PARTIES

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

Applicant seeks an order approving a non-standard oil spacing and proration unit comprised of the W/2 NW/4 of Section 4, Township 23 South, Range 34 East and the W/2 W/2 of Section 33, Township 22 South, Range 34 East, NMPM, Lea County, New Mexico, pooling all mineral interests in the Bone Spring formation underlying the non-standard unit; and designating Applicant as operator of the wells. Applicant proposes to drill three wells to

depths sufficient to test the Bone Spring formation: (1) the **Rio Blanco 4-33 Fed Com 3H**; (2) the **Rio Blanco 4-33 Fed Com 2H**; and (3) the **Rio Blanco 4-33 Fed Com 1H**.

Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost, the designation of Applicant and Operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. Applicant also seeks to abolish the depth bracket allowable limitations for the wells. The wells and lands are located approximately one-half mile north of the intersection of Aquila Lane and Delaware Basin Road.

PROPOSED EVIDENCE

<u>APPLICANT'S WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Katie Dean, Land	10 min.	7
Jaron Lang, Petroleum Engineer	15 min.	7
<u>OPPONENT'S WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>

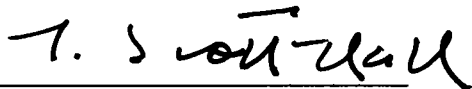
PROCEDURAL MATTERS

The single entity to be pooled is First Roswell Company which has not appeared in the case at this time. The execution of participation documents remains pending.

Respectfully submitted,

MONTGOMERY & ANDREWS, P. A.

By:



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