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

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

CASE NOS. 20261-20262

APPLICANT'S PRE- HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Devon Energy Corporation

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STATEMENT OF CASE

Applicant seeks orders pooling all uncommitted interests in Bone Spring formation (Sand Dunes; Bone Spring South Pool (53805)) underlying the following standard horizontal spacing units in Sections 15 and 22, Township 23 South, Range 32 East:

In <u>Case No. 20261</u>, a 320-acre standard horizontal well spacing unit comprised of the W/2 W/2 of Sections 15 and 22 to be dedicated to the **Grumpy Cat 15-22** Federal Com 211H Well to be drilled at a sufficient depth to test the Bone Spring formation from surface location in the NW/4 NW/4 (Unit D) of Section 15 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 22.

In <u>Case No. 20262</u>, a 320-acre standard horizontal well spacing unit comprised of the E/2 W/2 of Sections 15 and 22 to be dedicated to the **Grumpy Cat 15-22 Federal Com 212H Well** to be drilled at a sufficient depth to test the Bone Spring formation from surface location in the NW/4 NW/4 (Unit D) of Section 15 to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 22.

The completed intervals for these wells will comply with the standard setback requirements for oil wells.

PROPOSED EVIDENCE

WITNESSES	ESTIMATED TIME	EXHIBITS
Ryan Cloer, Landman	Via Affidavit	5
Kirk Malinowsky, Geologist	Via Affidavit	5

PROCEDURAL MATTERS

Devon intends to consolidate for hearing Case Nos. 20261 and 20262.

Respectfully submitted,

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