

**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:**

**APPLICATION OF CHEVRON U.S.A. INC. FOR
APPROVAL OF A PILOT PROJECT FOR THE
PURPOSE OF DETERMINING PROPER WELL
DENSITY REQUIREMENTS FOR WELLS IN
THE BASIN-FRUITLAND COAL GAS POOL,
(SAN JUAN, RIO ARRIBA, MCKINLY, SANDOVAL)
COUNTY, NEW MEXICO.**

Case No. 13,991

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Devon Energy Production Company, L.P. as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Chevron U.S.A. Inc.

APPLICANT'S ATTORNEY

William F. Carr

OTHER PARTY

Devon Energy Production Company, L.P.
Suite 1500
20 North Broadway
Oklahoma City, Oklahoma 73102

OTHER PARTY'S ATTORNEY

James Bruce
Post Office Box 1056
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Attention: Janet Wooldridge
(405) 552-4626

STATEMENT OF THE CASE

APPLICANT

Applicant seeks approval of a pilot infill drilling project in the Basin-Fruitland Coal Gas Pool.

9/10/07
JBC

OTHER PARTY

Devon Energy Production Company, L.P. is the operator of the offsetting Northeast Blanco Unit. It does not object to the pilot project, but objects to the location of the infill well proposed in the SE¼NE¼ of Section 10, and requests that this well be moved to the NE¼NW¼ of Section 10.

PROPOSED EVIDENCE**APPLICANT****WITNESSES****EST. TIME****EXHIBITS**

Gary Kump
(reservoir engineer)

15 min.

Approx. 4

OPPONENT**WITNESSES****EST. TIME****EXHIBITS****PROCEDURAL MATTERS**

-None-

Respectfully submitted,

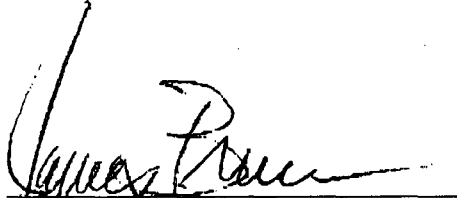
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Attorney for Devon Energy Production
Company, L.P.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 10th day of September, 2007 by facsimile transmission:

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