() = (U) (E(U)

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

2011 JAN 12 P 2: 27

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

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P TO EXPAND THE COTTON DRAW UNIT, EDDY AND LEA COUNTIES, NEW MEXICO.

Case No. 14590

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Devon Energy Production Company, L.P.

P.O. Box 108838

Oklahoma City, Oklahoma 73101

Sam McCurdy

(405) 228-2406

OPPONENT

Attention:

APPLICANT'S ATTORNEY

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks approval to expand the Cotton Draw Unit to include the W/2NW/4 of Section 25 and the N/2 of Section 26, Township 24 South, Range 31 East, NMPM. The unit area, as expanded, will contain 9784.52 acres, more or less, of state and federal lands in all or parts of Sections 25, 26, and 33-36 in Township 24 South, Range 31 East, NMPM, Sections 33 and 34 in Township 24 South, Range 32 East, NMPM, Sections 1-3 and 11-13 in Township 25 South, Range 31 East, NMPM, and Sections 3, 4, 7, 9, 10, 15, 16, 18, 20-22, 28, and 29 in Township 25 South, Range 32 East, NMPM.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u> <u>EST. TIME</u> <u>EXHIBITS</u>

Sam McCurdy 10 min. Approx. 3 (landman)

15 min. Approx. 4

(geologist)

OPPONENT

<u>WITNESSES</u> <u>EST. TIME</u> <u>EXHIBITS</u>

PROCEDURAL MATTERS

-None-

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Devon Energy Production Company. L.P.