BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

RELIEF SOUGHT: INCREASED DENSITY LEGAL DESCRIPTION: SECTION 29, TOWNSHIP 19 NORTH, RANGE 2 WEST, LOGAN COUNTY, OKLAHOMA OKLAHOMA OCAUSE CD 201405597) 631182	APPLICANT:	DEVON ENERGY PRODUCTION COMPANY, L.P.)))
NORTH, RANGE 2 WEST, LOGAN COUNTY,) 631182	RELIEF SOUGHT:	INCREASED DENSITY) CAUSE CD 201405597)	
	NORTH, RANGE 2	•))) ORDER NO	631182

FINDINGS AND ORDER

- 1. <u>Hearing Date and Place</u>: 8:30 a.m., 25th day of August, 2014, Western Regional Service Office of the Corporation Commission, Oklahoma City, Oklahoma.
- 2. <u>Appearances</u>: Michael D. Stack and Elizabeth Anne George, Attorneys appeared for Applicant.
- 3. Notice and Jurisdiction: The Commission has jurisdiction of the subject matter herein and of the persons interested therein and has jurisdiction to enter this Order as hereinafter set forth. Notice of the filing of the application herein and of the time, date and place of the hearing thereon was duly and properly given in all respects as required by law and the rules of the Commission. The Administrative Law Judge has examined the notices by publication, the publishers' affidavits of publication thereof and the affidavits of mailing and the Administrative Law Judge conducted a judicial inquiry into the sufficiency of Applicant's search to determine the names and whereabouts of the Respondents who were served by publication and based upon the evidence adduced, the Commission finds that Applicant has exercised due diligence and has conducted a meaningful search of reasonably available sources at hand. The Commission hereby approves the publication service given herein as meeting the statutory requirements, rules of the Commission and minimum standards of state and federal due process, and finds that notice has been given in all respects as required by law and the rules of the Commission.
- 4. <u>Amendment:</u> The application was amended by dismissing the Woodford formation from the application.
- 5. <u>Relief Requested:</u> Applicant requests an additional well be permitted in Section 29, Township 19 North, Range 2 West, Logan County, Oklahoma.
- 6. <u>Relief Granted</u>: The requested relief is granted. The Operator will be Devon Energy Production Company, L.P.. The well will be for the 640-acre unit in the caption and located in the unit comprising Section 29, Township 19 North, Range 2 West, Logan County, Oklahoma, and for the following common sources of supply:

DEVON ENERGY PRODUCTION COMPANY, L.P. CAUSE CD NO. 201405597 / Order PAGE 2

COMMON SOURCE OF SUPPLY	ORDER NO.
Mississippian	599961

- Reason for Relief: The drilling of the increased density well is necessary to effectively and efficiently drain the drilling and spacing unit and common source of supply. There are the following existing wells in Section 29: the Reupert #1-29 well and the Patterson #1 well. They currently produce from the Mississippian common source of supply. The witness testified that there were calculated recoverable original oil/gas-in-place of 776 Mbo and 3,103 MMcf gas from the Mississippian. The estimated production from the existing wells is approximately 182 MBO and 735 MMcf. This leaves approximately 594 MBO and 2,368 MMcf not recovered from the existing wells. The witness testified the Mississippian formation underlies the entire section. That the requested increased density well will be drilled horizontally. The witness testified that a horizontal well will drain less than 100 acres.
- 8. <u>Allowable</u>: The horizontal oil well allowable and gas well allowable shall be established pursuant to Commission Rule 165: 10-3-28(h) or subsequent rules established by the Corporation Commission.
- 9. <u>Reports</u>: Operator will be responsible for filing all the Reports required by the Rules of the Corporation Commission.
 - 10. <u>Companion Cause(s)</u>: CD 201405596.
- 11. That the increased density well, in accordance with the foregoing, is necessary to prevent waste and to protect correlative rights and the Operator shall drill and produce an additional well as set out herein and IT IS SO ORDERED.
- 12. That the Operator must commence operations for the drilling or other operations with respect to the increased density well covered hereby within 1 year from the date of this Order and diligently prosecute the same to completion in a reasonably prudent manner, or this order shall be of no force and effect as to any well or wells not timely drilled.

BOB ANTHONY, CHAIRMAN

Patrice Louglas, VICE CHAIRMAN

DANA L. MURPHY, COMMISSIONER

DONE AND PERFORMED THIS 2 CDAY OF SUPT.

PEGGY MITCHELL, SECRETARY OF THE COMMISSION

DEVON ENERGY PRODUCTION COMPANY, L.P. CAUSE CD NO. 201405597 / Order PAGE 3

REPORT OF THE ADMINISTRATIVE LAW JUDGE

The foregoing findings and order are the report and recommendations of the Administrative Law Judge.

Approved:

MARY CAMPLER

Administrative Law Judge

Technical

Date

This Order was approved for content and form.

DV.

MICHAEL D. STACK, OBA #8530

ELIZABETH ANNE GEORGE, OBA #11641

943 East Britton Road

Oklahoma City, Oklahoma 73114

Bus (405) 286-1717 Fax (405) 286-2122

Attorney for Applicant