

API# 30-05-41014

State of New Mexico
Energy, Minerals and Natural Resources Department

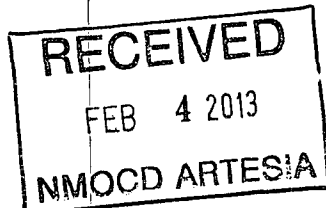
Susana Martinez
Governor

John Bemis
Cabinet Secretary

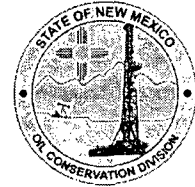
Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

January 28, 2013

BUREAU OF LAND MANAGEMENT
ATT: James S. Rutley
620 E Greene Street
Carlsbad, NM 88220



Jami Bailey
Division Director
Oil Conservation Division



STATE LAND OFFICE
ATT: Dan Fuqua
PO BOX 1148
Santa Fe, NM 87505

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: Devon Energy Production Company, LP

LEASE NAME: Diamond PWU 22 #8H

PROPOSED LOCATION: SHL Lot P Sec 21 T19S R29E; 825' FSL 780' FEL
BHL Lot P Sec 22 T19S R29E; 660' FSL 330' FEL

PROPOSED DEPTH: TVD 6,390' MD 12,544'

Gentleman:

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuant to the provisions of Oil Conservation Division Order R - 111 - P, please advise this office whether the location is within an established Life-of-Mine-Reserve are filed with and approved by your office. If not, please advise whether it is within the buffer zone established by the order.

Thank you for your assistance. Please Return as soon as possible.

Very truly yours,

OIL CONSERVATION DIVISION

R. Dade
Randy Dade
Supervisor, District II

*BLM LET TO REELECTIVE INTERESTS
2013 MINE PLAN*

RESONSE:

The above referenced location is in LMR (2012 year) -----Yes _____ No ☒

The above referenced location is within the Buffer Zone -----Yes _____ No ☒

Signed

Printed Signature

Representing

James S. Rutley
James S. Rutley
BLM-CFO