OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

December 30, 1999

Devon Energy Corporation (Nevada) c/o James Bruce P. O. Box 1056 Santa Fe, New Mexico 87504

Telefax No. (505) 982-2151

Re:

Administrative application dated December 29, 1999 for Devon Energy Corporation's proposed Eddy "FV" State Com. Well No. 4 to be drilled at an unorthodox gas well location for both the Undesignated Saladar-Strawn Gas Pool and the Burton Flat-Morrow Gas Pool 660 feet from the South line and 760 feet from the East line (Unit P) of Section 25, Township 20 South, Range 27 East, NMPM, Eddy County, New Mexico.

Dear Mr. Bruce:

The location of the proposed well appears to be standard for a gas well within a standard 320-acre gas spacing and proration unit comprising the S/2 of Section 25 in both the Undesignated Saladar-Strawn Gas Pool and the Burton Flat-Morrow Gas Pool. My review of this application indicates it to be unnecessary since Division Orders No. R-8170-E, issued in Case No. 9872 and dated April 2, 1990, and Division Order No. R-8170-E-1, issued in Reopened Case No. 9872 and dated October 28, 1991 (see copies attached), served to: (i) terminate the "Special Rules and Regulations for the Burton Flat-Morrow Gas Pool", as promulgated by Division Order No. R-8170, issued in Case No. 8749 and dated March 28, 1986; (ii) suspend gas prorationing for the Burton Flat-Morrow Gas Pool; and (iii) place this pool under the governing provisions of the Division's general rules and regulations (Division Rule 104).

I am therefore withdrawing this application and returning it to you at this time.

Should you have any questions concerning this matter please contact me in Santa Fe at (505) 827-

8185.

Sincerely,

Michael E. Stogner

Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division - Artesia New Mexico State Land Office - Santa Fe Kathy Valdes, NMOCD - Santa Fe