



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

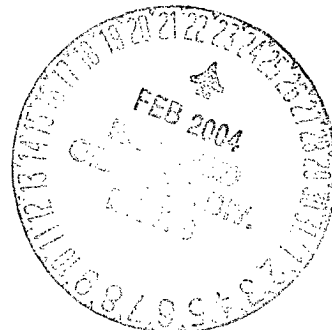
Farmington Field Office  
1235 La Plata Highway, Suite A  
Farmington, New Mexico 87401

IN REPLY REFER TO:  
NMSF-078988  
3162.3-1 (07100)

FEB 19 2004

Devon Energy Production Company, LP  
Attn: Darren Segrest  
20 North Broadway, Suite 1500  
Oklahoma City, OK 73102-8260

30-039-27500



Dear Mr. Segrest:

Reference is made to the following well on Federal oil and gas lease NMSF 078988:

**NEBU #327M, located 620' FSL and 1660' FEL, section 20, T31N, R6W, Rio Arriba County, New Mexico.**

On January 13, 2004, this office received your Well Completion Report indicating that the well was drilled as a vertical well instead of a deviated well, as approved in the Application for Permit to Drill (APD). This office has no record of prior approval, written or verbal, being given to deviate from the approved APD as described. As a result of not obtaining approval for the change in plans, this is considered a violation.

You are in violation of 43 CFR 3162.3-1, which states that the drilling plan may be modified, as circumstances may warrant, with the approval of the authorized officer. This violation will serve as notice that if actions of this sort occur in the future, on any operations conducted by your company, you will be subject to an assessment. Enclosed you will find your processed Well Completion Reports.

Under provisions of 43 CFR 3162.3-2, you may request an Administrative Review of the assessment described above. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions regarding the above, please contact Adrienne Garcia at (505) 599-6358.

Sincerely,

Adrienne Garcia  
Petroleum Engineer,  
Petroleum Management Team

Enclosures (Well Completion Reports)

cc: NMOCD

HOLD C104 FOR NSL - Basin Dakota