ATTORNEYS AT LAW

PAUL W. EATON
CONRAD E. COFFIELD
HAROLD L. HENSLEY, JR.
STUART D. SHANDR
ERIC O. LAMPHERE
C. D. MARTIN
ROBERT P. TINNIN, JR. MARSHALL G. MARTIN MASTON C. COURTNEY**

DON L. PATTERSON**

JEFFREY D. HEWETT
JAMES BRUCE
JERRY F. SHACKELFORD*
JEFFREY W. HELLBERG*
WILLIAM F. COUNTISS*
THOMAS M. HNASKO
JOHN C. CHAMBERS*
GARY D. COMPTON*
W. H. BRIAN J.R.** W. H. BRIAN, JR.** DON L PATTERSON**
DOUGLAS L LUNSFORD
NICHOLAS J. NOEDING
T. CALDER EZZELL, JR.
WILLIAM B. BURFORD'*
RICHARD E. OLSON
RICHARD R. WILFONG'*
THOMAS J. MCBRIDE
JAMES J. WECHSLER
NANCY S. CUSACK
JEFFREY L. FORNACIARI

W. H. BRIAN, JR.**

CHARLES R. WATSON, JR.**
THOMAS D. HAIRES, JR.*

THOMAS D. HAIRES, JR.

GREGORY J. NIBERT
MARK C. DOW
FRED W. SCHWENDIMANN
JAMES M. HUDSON
JEFFREY S. BAIRO*
THOMAS E. HODO**
REBECCA NICHOLS JOHNSON

218 MONTEZUMA POST OFFICE BOX 2068

SANTA FE, NEW MEXICO 87504-2068

(505) 982-4554 FAX (505) 982-8623

LEWIS C. COX, JR. (1924-1993) CLARENCE E. HINKLE (1901-1985)

O. M. CALHOUN* JOE W. WOOD RICHARD L. CAZZELL** RAY W. RICHA RAY W. RICHARDS** L. A. WHITE*

AUSTIN AFFILIATION
HOFFMAN & STEPHENS, P.C.
KENNETH R. HOFFMAN*
TOM D. STEPHENS*
RONALD C. SCHULTZ, JR.*

WILLIAM P. JOHNSON STANLEY K. KOTOVSKY, JR. H. R. THOMAS ELLEN S. CASEY MARGARET CARTER LUDEWIG S. BARRY PAISNER COLEMAN YOUNG! COLEMAN YOUNG! MARTIN MEYERS

WYATT L. BROOKS**
DAVID M. RUSSELL** ANDREW I CLOUTIER ANDREW J. CLOUTIER STEPHANIE LANDRY KIRT E. MOELLING** DIANE FISHER JULIE P. NEERKEN

JAMES A. GILLESPIE MARGARET R. MCNETT LISA K. SMITH* NORMAN D. EWART DARREN T. GROCE* MOLLY MOINTOSH MOLLY MCINTOSH
MARCIA B. LINCOLN
SCOTT A. SHUART*
PAUL G. NASON
CATHRYN MCCLANAHAN
R. "TREY" ARVIZU, III
AMY C. WRIGHT*

*NOT LICENSED IN NEW MEXICO *FORMERLY COMPRISING THE FIRM OF CULTON, MORGAN, BRITAIN & WHITE, P.C.

September 13, 1994

VIA HAND DELIVERY

Michael E. Stogner Oil Conservation Division State Land Office Building Santa Fe, New Mexico

Dear Mr. Stogner:

Enclosed is an application for administrative approval of an unorthodox oil well location filed on behalf of Devon Energy Corporation (Nevada). The only offset operator has waived objection to the location, and as a result Devon respectfully requests that the normal 20 day waiting period be waived, and if the application meets with your approval, an order be issued promptly. Please call me if you have any questions.

Very truly yours,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Jámes Bruce

Attorneys for Devon Energy Corporation (Nevada)

Enclosures

stogcov.ltr

ATTORNEYS AT LAW

PAUL W EATON CONRAD E. COFFIELD HAROLD L. HENSLEY, JR. STUART D. SHANOR ERIC D. LANPHERE C. D. MARTIN ROBERT P. TINNIN. JR. MARSHALL G. MARTIN MASHALL G. MARTIN
MASTON C. COURTNEY**
DON L. PATTERSON**
DOUGLAS L. LUNSFORD
NICHOLAS J. NOEDING
T CALDER EZZELL JR.
WILLIAM B. BURFORD*
RICHARD E. OLSON
BICHARD E. WILFORD* RICHARD R. WILFONG* THOMAS J. MCBRIDE JAMES J. WECHSLER NANCY S. CUSACK THOMAS E. HOOD**

JEFFREY L FORNACIARI REBECCA NICHOLS JOHNSON

JAMES BRUCE
JERRY F. SHACKELFORD*
JEFFREY W. HELLBERG*
WILLIAM F. COUNTISS** JOHN C. CHAMBERS* JOHN C. CHAMBERS'
GARY D. COMPTON'
W. H. BRIAN. JR.**
RUSSELL J. BAILEY**
CHARLES R. WATSON. JR.**
THOMAS D. HAINES, JR.
GREGORY J. NIBERT
MARK C. DOW
FRED W. SCHWENDIMANN
TABLES M. HIDSON JAMES M. HUDSON JEFFREY S. BAIRD

218 MONTEZUMA POST OFFICE BOX 2068 SANTA FE, NEW MEXICO 87504-2068

(505) 982-4554 FAX (505) 982-8623

LEWIS C. COX, JR. (1924-1993) CLARENCE E. HINKLE (190H985)

OF COUNSEL
O. M. CALHOUN* JOE W. WOOD
RICHARD L. CAZZELL** RAY W. RICHARDS** L. A. WHITE

AUSTIN AFFILIATION HOFFMAN & STEPHENS, P.C. KENNETH R. HOFFMAN* TOM D. STEPHENS* RONALD C. SCHULTZ, JR.*

WILLIAM P. JOHNSON STANLEY K. KOTOVSKY, JR. H. R. THOMAS ELLEN S. CASEY ELLEN S. CASEY
GARET CARTER LUDEWIG
S. BARRY PAISNER
COLEMAN YOUNG**
MARTIN MEYERS

WYATT L BROOKS**
DAVID M. RUSSELL** ANDREW J. CLOUTIER STEPHANIE LANDRY KIRT E. MOELLING"

WILLIAM P. SLATTERY

JAMES A. GILLESPIE JAMES A. GILLESPIE
MARGARET R. MCNETT
LISA K. SMITH*
NORMAN D. EWART
DARREN T. GROCE*
MOLLY MCINTOSH
MARCIA B. LINCOLN SCOTT A. SHUART PAUL G. NASON CATHRYN MCCLANAHAN R. "TREY" ARVIZU, III

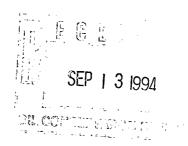
*NOT LICENSED IN NEW MEXICO *FORMERLY COMPRISING THE FIRM OF CULTON, MORGAN, BRITAIN & WHITE, P.C.

September 13, 1994

VIA HAND DELIVERY

Michael E. Stogner Oil Conservation Division State Land Office Building Santa Fe, New Mexico

Dear Mr. Stogner:



Pursuant to Division Rule 104(F)(1) and Division Memorandum 1-90, Devon Energy Corporation (Nevada) hereby applies for administrative approval of an unorthodox oil well location for the following well:

> Todd "26H" Fed. Well No. 6; 2470 feet FNL and 415 feet FEL (Unit H) of Section 23, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico; Undesignated Ingle Wells-Delaware Pool.

The Ingle Wells-Delaware Pool is subject to statewide rules, with 40-acre spacing and wells to be located no closer than 330 feet to the boundary of the well unit. The well unit is federal land, and is in the oil-potash area. The Bureau of Land Management (BLM) informed Devon it will not approve any location north of a line drawn from the Devon "23J" Fed. Well No. 14, in the NE\sE\ of Section 23, to the Pogo Amax "24" Well No. 7 in the SW4NW4 of Section 24, to protect potash resources. See Exhibit A (dashed yellow line). Devon originally applied to the BLM for an orthodox location 2310 feet FNL and 330 feet FEL of Section 23, which was the closest orthodox location to the BLM's line. However, that location was denied by the BLM. The BLM also denied a slightly revised location further west at 2310 feet FNL and 415 feet FEL Section 23. (Devon's well location is also affected by an Enron pipeline and Eddy County Road 798, marked on Exhibit A.)

The nearest potash mining activity is over seven miles away.

Michael E. Stogner September 13, 1994 Page 2

As a result, Devon has proposed the location given above, and has been verbally informed by the BLM that it is acceptable. The well location is marked in red on Exhibit A. An APD is being prepared for filing with the BLM.

Exhibit A is also a land plat indicating offset leasehold ownership. Existing wells are marked by black dots. The information on the plat is current and correct. Devon is the operator of the acreage to the North, West, and South. Pogo Producing Company is the operator to the East. Notice of the proposed well location was given to Pogo, and Devon has obtained a waiver of the location from Pogo, attached as Exhibit B. As a result, Devon requests the Division to waive its normal 20 day waiting period for objections, and promptly approve the location. This will enable Devon to move a rig from a well currently drilling in the area to the new location.

Directional drilling to reach a standard bottom-hole location would increase the cost of the well by over \$50,000 and lead to substantially higher operating costs. Other operators who have drilled directional wells in the Delaware have experienced substantial cost overruns and operational difficulties. As a result, Devon does not desire to directionally drill the well.

This application is submitted in triplicate. Your attention to this matter is appreciated.

Very truly yours,

HINKLE, COX, EATON, COFFIELD

& HENSLEY

James Bruce

Attorneys for Devon Energy

Corporation (Nevada)

Enclosures

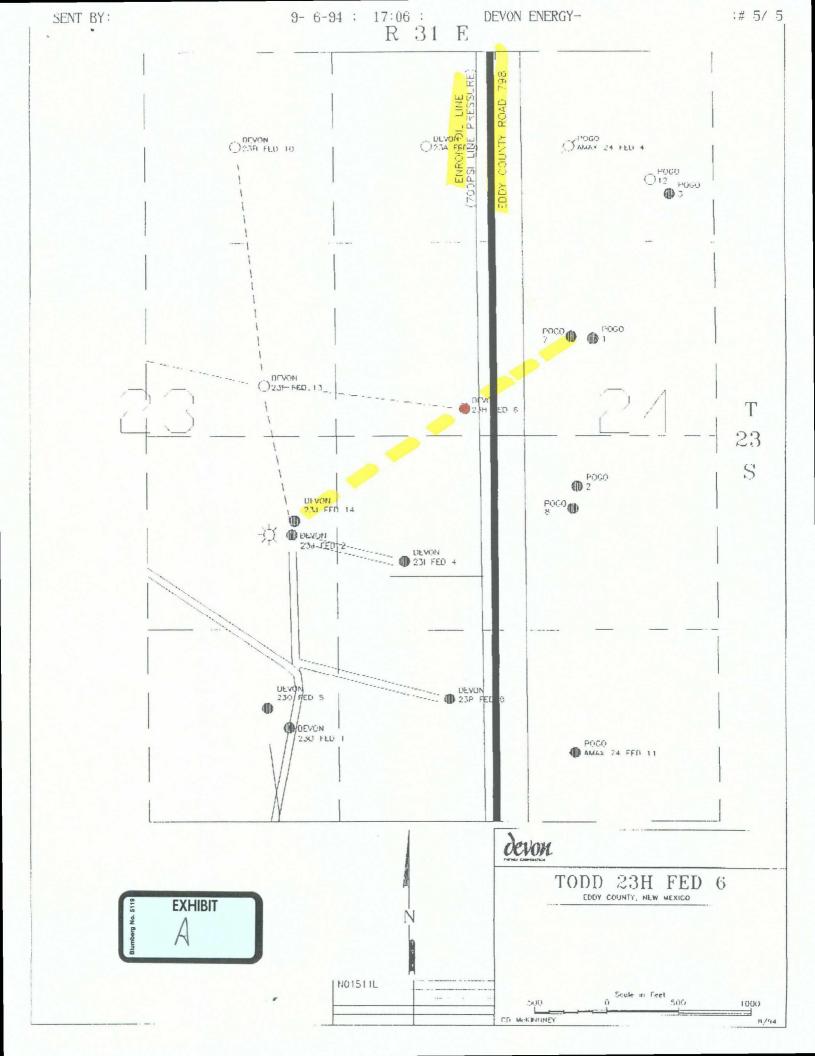
cc: Ken Gray (w/encl.)

Bureau of Land Management (w/encl.)

Attn: Richard Manus Post Office Box 1778

Carlsbad, New Mexico 88221-1778

stogdev.ltr



DEVON ENERGY CORPORATION

20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260 Tolophone:405/235-3611 FAX 405/552-4550

September 6, 1994

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Pogo Producing Company 500 W. Illinois, Suite 600 Midland, Texas 79701

Attention: Scott McDaniel

Re:

Todd "26H" Federal #6 2,470' FNL and 415' FEL Section 23-T23S-R31E Eddy County, New Mexico

Gentlemen:

Devon Energy Corporation (Nevada), as Operator, shall apply to the New Mexico Oil Conservation Division for administrative approval for the referenced unorthodox well location for the drilling of an approximate 8,400' Delaware test well.

Devon's original APD located 2,310' FNL and 660' FEL was denied by the BLM for potash reasons. Our records reflect that Pogo Producing Company is the only offset operator in the Ingle Well Delaware Field subject to this application. In that regard, Devon respectfully requests that Pogo grant a waiver to the proposed unorthodox location by signing and returning one copy of this letter to the undersigned as soon as possible.

Yours very truly,

DEVON ENERGY CORPORATION (NEVADA)

Ken Gray

District Landman

KG:da Enclosure pogo.la

Agreed to and Accepted this 7th day of September, 1994.

Pogo Producing Company

By:_

lanny & Coope

Name: Jerry A. Coope

Title: Vice President

EXHIBIT

13

ATTORNEYS AT LAW

JEFFREY D. HEWETT
JAMES BROCE
JEBRY F. SHACKELFORDS
JEFFREY W. HELLBERGS
MILLIAM F. COUNTISES
ALBERT L. TITTS
THOMAS M., HNASKO HAME IL WILFONG FRED W SCHWENDIMANN MES A WEEKSLER RETRECCA NICHOLE JOHNSON

700 UNITED BANK PLAZA POST OFFICE BOX 10 ROSWELL, NEW MEXICO 88202 (805) 622-65(0 FAX (505) 023-9332

OF COUNTRY

O M. CALMOUNT JOB W. WOOD

(APD L. CAZZELLT RAY W. RICHARDST

E. A. WHITET

AUSTIN AFFILIATION HOFFMAN & STEPHENS, RC. RENNETH A. HOFFMANT TOM B. STEPHENS PENALO C SCHULTZ JA-

WILLIAM P. JOHNSON
STANLSY K. KOTONSKY, JR.
H. R. THOMAS
ELLEN S. CASE
MANCHET CARTEST LUDEWG
S. BARTY PASANSS
COLEMAN TOUNCE
MARTH H. GREGOLSS
WAST IL, GREGOLSS
ANDROW N. TUJSSELL'
ANDROW J. SLOUTIES
STEPLANDE, LANDRY
HIST E. MOCLUNGT
CHART FISHER
JULIE P. NEERHEN

WILLIAM A SLATTERY

JAMES A GILLESPIE MARGABET B. MENETY LEA K ZMITTY LEA K ZMITTY NORTHAN D. EWAPT DARREN T. CHOICE MOLLY MENTOSH MARCIA B. LINGOLN SCOTT A. SHUARTY POUL D. NASCH LATHSTYN MECLANAHAN B. TESTY ANY C. WITIGHT

*NOT LICENSED IN NEW MEXICO TECRMERLY COMPRISING THE FIRM OF CULTUN, MOREAN, BRITAIN & WHITE, P.C.

September 12, 1994

Mr. Richard L. Manus Carlsbad Resource Area Headquarters Bureau of Land Management P. O. Box 1778 Carlsbad, NM 88221-1778

> Re: Devon Energy Corporation Todd Federal 23H No. 6 Well

Dear Dick:

Devon Energy Corporation was sorely disappointed that BLM would not approve the drilling of the captioned well at a location 2310 feet FNL and 330 feet FEL (SE¼NE¼) Section 23, Township 23 South, Range 31 East, N.M.P.M. As we stated previously, this location was the closest legal location that Devon could drill the well to the line that BLM drew between the most northern well in the NE¼SE¼ Section 23 to the Amax 24 No. 7 well located in the SW1/4NW1/4 Section 24. We were further disappointed to learn that you would not approve a slightly revised location further west at 2310 feet FNL and 415 feet FEL Section 23 due to concerns over an Enron pipeline and Eddy County Road 798. Devon Energy Corporation has done everything within its power to address BLM's concerns regarding absolute protection of potential potash resources despite the fact that this proposed well is in a developed oil and gas field and the closest potash mining operation is well over 7 miles. Despite these facts, you have confirmed that BLM will not approve the drilling of any oil and gas wells lying North of the line between the above referenced wells.

Due to this fact, and to make an effort to protect Devon's correlative rights in oil and gas that are subject to drainage from Pogo's wells in Section 24, Devon is seeking approval from the New Mexico Oil Conservation Division approval to drill a well at an unorthodox location. The well is proposed to be moved to 2470 feet FNL and 415 feet FEL Section 23, which Devon believes to be on BLM's line. Barry Hunt has apparently reviewed this proposed location and sees no further surface concerns. Devon has further been advised by you (Scott Powers) that this location is, in fact, on the BLM's line and that BLM will

Page -2- Mr. Richard L. Manus

September 12, 1994

approve the drilling of this well at the unorthodox location. Devon has submitted a sundry notice to your office with a revised archeological survey. We request that your office contact the Solicitor in Santa Fe (Margaret Brown or Arthur Arguedas) and advise them that you are willing to approve the APD for the above captioned well and have the IBLA matter (Docket No. IBLA No. 93-32, remanded. As soon as you have contacted the Solicitor, I will contact the Solicitor and follow up with a Motion to Remand. IBLA will then remand the denied APD to the New Mexico State Office for further review at which time your office should be in a position to expedite the approval of the APD at the alternate location.

These extraordinary actions are required as a result of BLM's improper implementation of the 1986 Secretarial Order. The drilling of the well at this alternate location will not adequately protect the correlative rights of Devon Energy Corporation and a significant portion of the SE¼NE¼ Section 23 will continue to be subject to drainage from the Pogo wells in the NW1/4NW1/4 Section 24. The requested location is in an effort to mitigate Devon's loss and to minimize the economic impact. However, this action shall not be deemed to be a waiver of any rights against the United States of America for the taking of its real property interests by failing to properly implement the 1986 Order and abide by the contractual provisions of Devon's oil and gas lease.

Very truly yours,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Gregory J. Nibert

GJN/jw

cc: Mr. Ken Gray

Ms. Margaret Brown

WILLIAM P. SLATTERY

SEP 15 '94 15:26

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

JEFFREY D. HEWETT

JAMES BRIJEE
JEFFRY F. SHACKELFORDT
JEFFREY M. HELLDUNGS
MILLIAM F. GOVINTAST
ALBORT L. TATTS
THOMAS M. MNASRO MASAM MASAMOTT

THE MANAGERS

THE MASAME AND MASAME

THE MASAME

T

700 UNITED BANK PLAZA POST OFFICE BOX 10 ROSWELL NEW MEXICO 88202

(505) 622-6510 FAX (508) 623-9333

CLARENCE C HINKLE INCHARDS

OF COUNSEL

O. M. GALHOURY JOE W. WOOD

PICHARD L. CAZZELLY BAY W. RICHARDS**

L. A. WHITE**

AUSTIN AFFILIATION
HOFFMAN & STEPHENS, RC.
KENNETH R. HOFFMAN*
TOM D. STEPHENS*
ROMALO Q. SCHILTZ, JR.*

MILLIAM & JOHNSON

JANLEY K KOTOVGAV, JA,
H B THOMAS

ELLEN S. CACEY

RICARET CARTER LUDDMO
S. SARRY MAISHOR

COLEMAN YOUNG'
MARTIN MOTERS

WART C SROOKEM

DAVID M. RUSSELL'

ANDREW L CLOUTER

STEPLANIE LANDRY

HRIF E. MOCLUNG'

DIANC TIZMER

JULIC O NEERER

JOHNSON

JANUARY

JOHNSON

JOHN

HOT LICENSED IN NEW MEXICO FORMERLY COMPRISING THE FIRM OF CULTON, MORGAN, BRITAIN & WHITE, R.C.

September 14, 1994

FEDERAL EXPRESS

Mr. James Roberts, Docketing Attorney Interior Board of Land Appeals Office of Hearings and Appeals 4015 Wilson Boulevard Arlington, VA 22203

Dear Mr. Roberts:

Enclosed for presentation to Judge Burski is a Joint Motion to Remand IBLA No. 93-32 which is jointly submitted by Devon Energy Corporation and the Bureau of Land Management. Since the acreage under consideration is currently subject to drainage and a rig is available for the drilling of the well at the present time, we request that you advise Judge Burski that his immediate consideration and entry of an Order would be greatly appreciated. To further expedite the processing of the APD and the reconsideration of the previously denied APD, we are requesting that you return the case file directly to the Carlsbad Resource Area of the Bureau of Land Management, 620 East Greene Street, P.O. Box 1778, Carlsbad, New Mexico 88221 by overnight mail or other expedited service. We realize that generally you resubmit the matters directly to the New Mexico State Office, however, I have been advised by Department Counsel that it would further expedite this matter if the case file were returned directly to Carlsbad for their consideration.

Thank you for your prompt attention to this matter.

Very truly yours,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Gregory J. Niber

GJN/iw

POST OFFICE BOX 2560 MIDLAND, TEXAS 79702 (DIST CB3-460) FAX (9)5) 683-6516

POST OFFICE DOX 9F36 AMARILLO, TEXAS 70105 (806) 322-5569 FAX (806) 377-9761

POST OFFICE BOX 2008 NTA FE NEW MEXICO 87504 (COS) 982-4554 FAX (505) 982-8623

POST OFFICE BOX 2043 ALBUQUEROUS, NEW MEXICO 67103 (505) 759-1500 FAX (50%) 768-1529

40+ W. ISTH STREET, SUITE BOO AUSTIN, TICKAS 78701 (5)2) 476-7137 FAX (512) 476-543

Page -2- Mr. James Roberts

September 14, 1994

cc: Margaret M. Brown, Esq.
Department Counsel
Office of the Field Solicitor

cc: Mr. William Caulkins
State Director
Bureau of Land Management
Santa Fe, NM

cc: Mr. Tim O'Brien
Bureau of Land Management
Carlsbad, NM

cc: Mr. Dan Morehouse IMC Fertilizer

cc: Ms. Mary Lynn Bogle Mr. Ken Gray

UNITED STATES DEPARTMENT OF THE INTERIOR OFFICE OF HEARING AND APPEALS INTERIOR BOARD OF LAND APPEALS 4015 Wilson Boulevard Arlington, VA 22203

DEVON ENERGY CORPORATION,)	United States of America Oil
)	and Gas Lease NM-0405444
Appellant.)	
)	Todd "23H" Fed. No. 6 Well
)	SE¼NE¼ Section 23, T23S, R31E,
)	N.M.P.M., Eddy County, New Mexico
)	
)	Case No. IBLA No. 93-32

JOINT MOTION FOR REMAND

Devon Energy Corporation, Appellant, by and through its attorneys, Hinkle, Cox, Eaton, Coffield & Hensley, and the Bureau of Land Management, by and through the Office of the Field Solicitor, Margaret M. Brown, join in the filing of this Motion for Remand for further consideration of Devon Energy Corporation's Application for Permit to Drill its Todd Federal "23H" No. 6 Well in the SE¼NE¼ Section 23, Township 23 South, Range 31 East, N.M.P.M. BLM and Appellant have reached an agreement to allow the drilling of the captioned well at an unorthodox location 2470 feet FNL and 415 feet FEL of Section 23. As a result of this agreement to move the proposed location to this unorthodox location, there is no further need to prosecute this appeal.

NOW, THEREFORE, Appellant and BLM move this Board to order a remand of IBLA 93-32 to the Bureau of Land Management New Mexico State Office for further consideration and review. Since this location is suffering drainage and a rig is currently available for the drilling of this well, Appellant requests that the Order be entered as soon

FROM HINKLE ROSWELL 15 '94 15:28

> as possible and upon entry that the file be returned to Carlsbad Resource Area, Bureau of Land Management, 620 East Greene Street, P. O. Box 1778, Carlsbad, NM 88221, by expedited means.

> > Respectfully submitted,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Gregory J. Nibert

P.O. Box 10

Roswell, NM 88202 (505) 622-6510

Attorneys for Devon Energy Corporation

BUREAU OF LAND MANAGEMENT

By

Margaret M. Brown Department Counsel Office of the Field Solicitor U. S. Department of Interior P. O. Box 1042 Santa Fe, NM 87504

CERTIFICATE OF SERVICE

GREGORY J. NIBERT, one of the attorneys for Appellant herein, certifies that on September 14, 1994, a copy of the above Joint Motion for Remand was mailed in a properly addressed and stamped envelope, as follows:

> Mary Lynn Bogle Losee, Carson, Haas & Carroll P. O. Drawer 239 Artesia, NM 88211-0239

Mr. Dan Morehouse IMC Fertilizer, Inc. P. O. Box 71 Carlsbad, NM 88220

HINKLE, COX, EATON, COFFIELD & HENSLEY

Sep 14,94 12:44 No.005 P.03 PAGE.002

as possible and upon entry that the file be returned to Carlsbad Resource Area, Bureau of Land Management, 620 East Greene Street, P. O. Box 1778, Carlsbad, NM 88221, by expedited means.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Gregory 1.3

P.O. Box 10

Roswell, NM 88202 (505) 622-6510

Attorneys for Devon Energy Corporation

BUREAU OF LAND MANAGEMENT

By Margaret Willer Brown

Margaret M. Brown
Department Counsel
Office of the Field Solicitor
U. S. Department of Interior
P. O. Box 1042
Santa Fe, NM 87504

CERTIFICATE OF SERVICE

GREGORY J. NIBERT, one of the attorneys for Appellant herein, certifies that on September 14, 1994, a copy of the above Joint Motion for Remand was mailed in a properly addressed and stamped envelope, as follows:

Mary Lynn Bogle Losee, Carson, Hans & Carroll P. O. Drawer 239 Artesia, NM 88211-0239

Mr. Dan Morehouse IMC Fertilizer, Inc. P. O. Box 71 Carlsbad, NM 88220

HINKLE, COX, EATON, COFFIELD & HENSLEY

** TOTAL PAGE.002 **

ATTORNEYS AT LAW

PAUL W. EATON
CONRAD E. COFFIELD
HAROLD L. HENSLEY, JR.
STUART D. SHIANOR
ERIC D. LANPHERE
C. D. MARTIN
ROBERT F. TINNIN, JR.
MARSHALL G. MARTIN
MASTON C. COURTINEY**
DON L. PATTERSON**
DOUGLAS L. LUNSFORD
NICHOLAS J. NOEDING
T. CALDER EZELL, JR.
WILLIAM B. BURFORD*
RICHARD R. OLSON
RICHARD R. WILFONG* PAUL W. EATON RICHARD R. WILFONG* THOMAS J. MCBRIDE

JEFFREY D. HEWETT JAMES BRUCE JAMES BRUCE
JERRY F. SHACKELFORD*
JEFFREY W. HELLBERG*
WILLIAM F. COUNTISS**
ALBERT L. PITTS THOMAS M. HNASKO JOHN C. CHAMBERS*
GARY D. COMPTON*
W. H. BRIAN, JR.**
RUSSELL J. BAILEY*
CHARLES R. WATSON, JR.**
THOMAS D. HAINES, JR. GREGORY J. NIBERT MARK C. DOW FRED W. SCHWENDIMANN JAMES M. HUDSON JAMES J. WECHSLER
JAMES J. WECHSLER
NANCY S. CUSACK
JEFFREY L. FORNACIARI
THOMAS E. HOOD**

THOMAS E. HOOD**

THOMAS E. HOOD** 218 MONTEZUMA POST OFFICE BOX 2068 SANTA FE, NEW MEXICO 87504-2068

(505) 982-4554 FAX (505) 982-8623

LEWIS C. COX, JR. (1924-1993) CLARENCE E. HINKLE (1901-1985)

O. M. CALHOUN* JOE W. WOOD RICHARD L. CAZZELL** RAY W. RICHARDS** L. A. WHITE**

AUSTIN AFFILIATION HOFFMAN & STEPHENS, P.C. KENNETH R. HOFFMAN TOM D. STEPHENS* RONALD C. SCHULTZ, JR.*

WILLIAM P. JOHNSON WILLIAM P. JOHNSON STANLEY K. KOTOVSKY, JR. H. R. THOMAS ELLEN S. CASEY MARGARET CARTER LUDEWIG S. BARRY PAISNER COLEMAN YOUNG* MARTIN MEYERS WATT L. BROOKS*! DAVID M. RUSSELL** DAVID M. RUSSELL** ANDREW J. CLOUTIER STEPHANIE LANDRY

KIRT F MOFILING*

JULIE P. NEERKEN

SEP 1 6 1994

WILLIAM P. SLATTERY

JAMES A. GILLESPIE MOLLY MCINTOSH MARCIA B. LINCOLN SCOTT A. SHUART CATHRYN MCCI ANAHAN R. "TREY" ARVIZU, III

*NOT LICENSED IN NEW MEXICO *FORMERLY COMPRISING THE FIRM OF CULTON, MORGAN, BRITAIN & WHITE, P.C.

September 16, 1994

HAND-DELIVERED

Michael E. Stogner Oil Conservation Division Santa Fe, New Mexico

Administrative Application of Devon Energy Corporation (Nevada) for an Unorthodox Oil Well Location, 2470 feet from the North Line and 415 feet from the East Line of Section 23, Township 23 South, Range 31 East, N.M.P.M.

Dear Mike:

With respect to the above application, which we submitted to you a few days ago, enclosed is some related correspondence between our firm and the BLM which you might find interesting. Please note that the BLM has agreed to the proposed well location as indicated by the IBLA pleading attached to the back of the letter.

Again, Devon is anxious for approval of this well and any attention you can give to this matter will be appreciated.

Very truly yours,

HINKLE, COX, EATON, COFFIELD

& HENSLEY

James Bruce

Enclosures JGB/sp stognr.ltr