STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

February 6, 1996

Devon Energy Operating Corporation 20 North Broadway, Suite 1500 Oklahoma City, OK 73102 Attention: Karen Byers

Administrative Order NSL-3626

Dear Ms. Byers:

Reference is made to your application dated January 15, 1996 for a non-standard oil well location for the purpose of completing an efficient production/injection pattern within the Russell (Lease) Grayburg-Jackson Waterflood Project Area, established by Division Order No. R-3185, as amended by Order Nos. R-3185-A, R-3528, and R-3528-A.

It is our understanding that the proposed C. A. Russell Well No. 13 (**API No. 30-015-28756**) is to be drilled 330 feet from the North line and 1050 feet from the West line (Lot 1/Unit D) of Section 18, Township 17 South, Range 31 East, NMPM, Grayburg-Jackson Pool, Eddy County, New Mexico.

Said well is to be dedicated to the existing 31.99-acre oil spacing and proration unit comprising Lot 1 of said Section 18.

By the authority granted me under the provisions of General Rule 104 F(1), the abovedescribed unorthodox oil well location is hereby approved.

Sincerely, William J. LeM Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs US Bureau of Land Management - Carlsbad