



Richard Winchester Land Advisor Devon Energy Corporation 20 North Broadway Oklahoma City, Oklahoma 73102-8260

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December 17, 2002

(1-17-2003)

Mr. Wes Perry EGL Resources, Inc. P.O. Box 10886 Midland, Texas 79701 Via Facsimile (915) 682-5852

Mr. Bob Landreth 505 N. Big Spring Midland, Texas 79701 Via Facsimile (915) 684-4783

Re: Rio Blanco Devonian Prospect Lea County, New Mexico

Gentlemen:

Devon Energy Production Company, L.P. ("Devon"), is ready to move forward on this prospect immediately. However, there are two issues that must be resolved before Devon can finalize the proposed trades:

- Devon will not agree to include any portion of Section 33 in the AMI. The purpose of the AMI is to address the acquisition of interests not held by the AMI parties on or after the date of the agreement. Since Section 33 is held entirely by Devon and Southwestern Energy, there are no outside interests to acquire.
  Devon will not relinquish its interest in the S/2 NW/4 of Section 4 for failure to
  - timely commence re-entry operations on the Rio Blanco "4" Federal #1 Well. By failing to timely commence operations, Devon will forfeit its right to earn interests from EGL and Landreth under the terms of the respective agreements.

Please call me at (405) 228-4415 to discuss this matter.

Sincerely,

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Richard C. Winchester Land Advisor

BEFORE THE BEFORE THE OIL CONSERVATION EXAMINER OIL CONSERVATION EXHIBIT NO. 9 Case NO. 13048 Exhibit NO. 9 Case NO. 13048 Exhibit NO. 9 Submitted BV: production Co. Devon Energy April 10, 2003 Hearing Date: April 10, 2003 Nevon Energy Froduction Hearing Date: April 10, 2003 Submitted BY: