

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Dave Martin
Cabinet Secretary

Tony Delfin
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



January 14, 2016

James Bruce, Esq.
Attorney for Devon Energy Production Company, L.P.
369 Montezuma, No. 213
Santa Fe, New Mexico 87501
jamesbruc@aol.com

Re: **Request for Extension of Time to Complete Well**
Hadar 10 Federal Com Well No. 3H (30-015-42357)
Division Order No. R-13988 (Case No. 15273)

Dear Mr. Bruce:

The Oil Conservation Division (OCD) received your letter regarding the referenced subject on January 13, 2016. It is our understanding that Devon Energy Production Company, L.P. is concerned that the current low oil prices will detrimentally affect the economics of completing this well and it would be advantageous to complete several of these nearby wells at the same time and consequently requests an extension to this compulsory pooling order.

The OCD has reviewed your request and hereby extends the date to commence the completion of this well on or before June 1, 2016.

If you have any question, please contact William V. Jones at williamv.jones@state.nm.us or call (505)-476-3477.

Sincerely;

A handwritten signature in black ink that reads "David R. Catanach". The signature is written in a cursive style and is positioned above the printed name.

DAVID R. CATANACH
Director

DRC/wvjj

Cc: Oil Conservation Division – Artesia District Office
Case file 15273

Jones

JAMES BRUCE
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2016 JAN 13 P 3:30

January 11, 2016

David Catanach, Director
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Request for Extension of well completion/Order No. R-13988
Devon Energy Production Company, L.P.

Case 15273

Dear Mr. Catanach:

The above order pooled certain interests into the Hadar 10 Fed. Com. Well No. 3H. The well has been timely commenced under the order. However, in addition to incurring a substantial completion delay due to not timely receiving the required BLM flowline right-of-way (received in December 2015), Devon is electing to further delay completion operations on the subject well (and a number of wells in the area) for the following reasons:

1. Due to oil prices, Devon has decided not to incur the huge completion expense at this time.
2. Devon desires, when it does complete the well, to complete a number of wells in the area serially, reducing well costs.

Pursuant to Ordering Paragraph (7) of the order, Devon requests an extension of time to begin completion operations until on or before June 1, 2016. Additional time may possibly be requested at a later date.

Your assistance in this matter is appreciated. Thank you.

Very truly yours,


James Bruce

Attorney for Devon Energy Production Company, L.P.