

Aubrey Dunn COMMISSIONER

State of New Mexico Commissioner of Public Lands

COMMISSIONER'S OFFICE Phone (505) 827-5760

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

December 29, 2015

Devon Energy Corporation 333 West Sheridan Oklahoma City, OK 73102-8260 12:1186

Attention: Mr. Ryan Cloer

Re: Commercial Well Determinations

Cotton Draw Unit Wells #213H, #218H, #216H, #217H, #205H, #206H, #225H, #244H, #171H,

#172H, #173H, #226H, #222H, #221H, and #207H

Bone Spring Formation

Eddy and Lea Counties, New Mexico

Dear Mr. Cloer:

We are in receipt of your letter of November 1, 2015 together with the commercial determination data for the above referenced wells.

Please be advised that the Commissioner of Public Lands concurs with your determinations that the Cotton Draw wells listed above are commercial in Bone Spring formation is entitled to participate in the Bone Spring Participating Area. This concurrence is subject to like approval by the Bureau of Land Management.

Please submit an application for the creation of the Bone Spring Participating Area to this office for approval.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours

AUBREY DUNN

COMMISSIONER OF PUBLIC LANDS

AD/sk

cc: Reader File,

OCD-Attn: Mr. Daniel Sanchez TRD-Santa Fe, Attn: Ms. Judy Vigil BLM Carlsbad -- Attn: Mr. Ed Fernandez