

JAMES BRUCE
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RECEIVED

AUG 12 2003

**OIL CONSERVATION
DIVISION**

August 8, 2003

Via Fax and U.S. Mail

Michael E. Stogner
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Application of Devon Energy Production Company, L.P. for
administrative approval of an unorthodox oil well
location:

<u>Well:</u>	Eagle 35H Fed. Well No. 14
<u>Location:</u>	2560 feet FNL & 760 feet FEL
<u>Well Unit:</u>	SE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 35, Township 17 South, Range 27 East, NMPM, Eddy County, New Mexico

Administrative application reference No. pMES0-319250237

Dear Mr. Stogner:

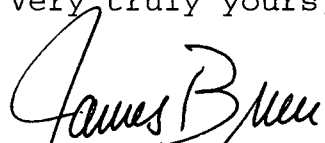
This letter expands upon my August 5th letter, which supplemented the original application.

As noted in my prior letter, there is an existing Glorieta-Yeso well in the NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 35, offsetting the proposed well. It is located 2100 feet FSL and 840 feet FEL. (That well was drilled March 2000, before the current Glorieta-Yeso development pattern was devised.) That well is over 600 feet from the proposed well, and has produced over 23,000 BO from the Glorieta-Yeso. See Exhibit A. Thus, we believe that the correlative rights of the interest owners in that well unit have been adequately protected.

Applicant has not obtained anything in writing from the BLM regarding this location. The person approving the location at the BLM was Barry Hunt. Of course, his main concern was the archaeological site in the SW $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$, and applicant had to remain at least 150 feet away from that site.

Please let me know if you need additional information to process this application. Thank you.

Very truly yours,

A handwritten signature in cursive script, reading "James Bruce". The signature is written in dark ink and is positioned above the printed name.

James Bruce

Attorney for Devon Energy Production Company, L.P.

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EDDY NM
 LOGAN 35 FEDERAL 2
 DEVON ENERGY CORPORATION
 ACTIVE

Production Report

Lease Name:	LOGAN 35 FEDERAL	Well Number:	2
Lease Number:		Cum Oil:	23,331
Operator Name:	DEVON ENERGY CORPORATION	Cum Gas:	61,444 since APR 2000
State:	NEW MEXICO	Cum Water:	91,576
County:	EDDY	First Production Date:	MAR 2000
Field:	RED LAKE NORTHEAST	Last Production Date:	MAR 2003
Sec Twn Rng:	35I 17S 27E	Spot:	NW NE SE
Latitude/Longitude:	32.78904 -104.24311	Lat/Long Source:	TS
Regulatory #:		Completion Date:	MAR 24, 2000
API:	30015304360000	Total Depth:	
Production ID:	1300220153043696836	Upper Perforation:	
Reservoir Name:	GLORIETA YESO	Lower Perforation:	
Prod Zone:	GLORIETA	Gas Gravity:	
Prod Zone Code:	453GLRT	Oil Gravity:	
Basin Name:	PERMIAN BASIN	Temp Gradient:	
Gas Gatherer:		N Factor:	
Liquid Gatherer:		GOR:	
Status:	ACTIVE		CRUDE OIL

Annual Production		(4 years)	
Year	Oil BBLs	Gas MCF	Water BBLs
Beginning			
Cum:			
2000	14,425	29,223	54,200
2001	3,789	12,884	15,120
2002	4,303	15,524	19,234
2003	814	3,813	3,022
Totals:	23,331	61,444	91,576

Monthly Production							
Date MO/YR	Oil BBLs	Gas MCF	Water BBLs	GOR SCF/BBLs	% Water	# of Wells	Days on
MAR 2000	708	0	2,572		78.41	1	5
APR 2000	3,863	1,690	7,020	438	64.50	1	30
MAY 2000	2,684	3,198	9,364	1192	77.72	1	31
JUN 2000	1,657	2,521	5,680	1522	77.42	1	29
JUL 2000	1,322	4,181	5,678	3163	81.11	1	31
AUG 2000	1,366	5,203	7,947	3809	85.33	1	31



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SEP 2000	628	3,054	6,221	4864	90.83	1	30
OCT 2000	819	3,343	3,273	4082	79.99	1	31
NOV 2000	662	2,880	3,119	4351	82.49	1	30
DEC 2000	716	3,153	3,326	4404	82.29	1	31
Totals:							
2000	14,425	29,223	54,200				
JAN 2001	884	3,596	2,017	4068	69.53	1	31
FEB 2001	289	1,200	1,096	4153	79.13	1	12
MAR 2001	0	0	0			0	0
APR 2001	0	0	0			0	0
MAY 2001	0	0	0			0	0
JUN 2001	0	0	0			0	0
JUL 2001	0	0	0			0	0
AUG 2001	656	1,664	979	2537	59.88	1	31
SEP 2001	518	1,699	799	3280	60.67	1	30
OCT 2001	472	1,612	3,947	3416	89.32	1	31
NOV 2001	505	1,549	3,244	3068	86.53	1	30
DEC 2001	465	1,564	3,038	3364	86.73	1	31
Totals:							
2001	3,789	12,884	15,120				
JAN 2002	478	1,632	2,578	3415	84.36	1	31
FEB 2002	448	1,425	3,084	3181	87.32	1	28
MAR 2002	455	1,376	2,607	3025	85.14	1	31
APR 2002	391	1,320	1,587	3376	80.23	1	30
MAY 2002	357	1,133	1,410	3174	79.80	1	31
JUN 2002	306	1,311	1,282	4285	80.73	1	30
JUL 2002	310	1,261	15	4068	4.62	1	31
AUG 2002	323	1,206	1,275	3734	79.79	1	31
SEP 2002	330	1,236	1,445	3746	81.41	1	30
OCT 2002	294	1,291	1,347	4392	82.08	1	31
NOV 2002	297	1,160	1,229	3906	80.54	1	30
DEC 2002	314	1,173	1,375	3736	81.41	1	31
Totals:							
2002	4,303	15,524	19,234				
JAN 2003	294	1,121	1,330	3813	81.90	1	31
FEB 2003	251	1,354	931	5395	78.76	1	28
MAR 2003	269	1,338	761	4974	73.88	1	31
Totals:							
2003	814	3,813	3,022				

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1220 South St. Francis Drive
Santa Fe, New Mexico 87505

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<u>Location:</u>	2560 feet FNL & 760 feet FEL
<u>Well Unit:</u>	SE 1 NE 4 of Section 35, Township 17 South, Range 27 East, NMPM, Eddy County, New Mexico

Administrative application reference No. pMES0-319250237

Dear Mr. Stogner:

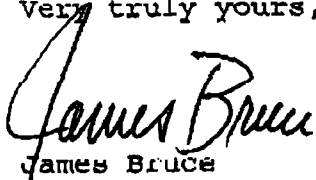
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Applicant has not obtained anything in writing from the BLM regarding this location. The person approving the location at the BLM was Barry Hunt. Of course, his main concern was the archaeological site in the SW~~1~~SE~~4~~NE~~4~~, and applicant had to remain at least 150 feet away from that site.

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Very truly yours,

A handwritten signature in cursive script that reads "James Bruce". The signature is written in dark ink and is positioned above the printed name.

James Bruce

Attorney for Devon Energy Production Company, L.P.

08/08/2003 13:08 FAX 4055528113

DEVON ENERGY

002

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EDDY NM
LOGAN 35 FEDERAL 2
DEVON ENERGY CORPORATION
ACTIVE

Production Report

Lease Name:	LOGAN 35 FEDERAL	Well Number:	2
Lease Number:		Cum Oil:	23,331
Operator Name:	DEVON ENERGY CORPORATION	Cum Gas:	61,444 since APR 2000
State:	NEW MEXICO	Cum Water:	91,576
County:	EDDY	First Production Date:	MAR 2000
Field:	RED LAKE NORTHEAST	Last Production Date:	MAR 2003
Sec Twn Rng:	351 17S 27E	Spot:	NW NE SE
Latitude/Longitude:	32.78904 -104.24311	Lat/Long Source:	TS
Regulatory #:		Completion Date:	MAR 24, 2000
API:	30015304360000	Total Depth:	
Production ID:	1200220153043696876	Upper Perforation:	
Reservoir Name:	GLORIETA YESO	Lower Perforation:	
Prod Zone:	GLORIETA	Gas Gravity:	
Prod Zone Code:	459GLRT	Oil Gravity:	
Basin Name:	PERMIAN BASIN	Temp Gradient:	
Gas Gatherer:		N Factor:	
Liquid Gatherer:		GOR:	
Status:	ACTIVE		CRUDE OIL

Annual Production		(4 years)	
Year	Oil BBLs	Gas MCF	Water BBLs
Beginning Cum:			
2000	14,425	29,223	54,200
2001	3,789	12,884	15,120
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Monthly Production							
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AUG 2000	1,366	5,203	7,947	3809	85.33	1	31

1 of 2

EXHIBIT
A

08/08/2003 13:09 FAX 4055628113

DEVON ENERGY

0003

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SEP 2000	628	3,054	6,221	4864	90.83	1	30
OCT 2000	819	3,343	3,273	4082	79.99	1	31
NOV 2000	662	2,880	3,119	4351	82.49	1	30
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Totals:							
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APR 2001	0	0	0			0	0
MAY 2001	0	0	0			0	0
JUN 2001	0	0	0			0	0
JUL 2001	0	0	0			0	0
AUG 2001	656	1,664	979	2537	59.88	1	31
SEP 2001	518	1,699	799	3280	60.67	1	30
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NOV 2001	505	1,549	3,244	3068	86.53	1	30
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Totals:							
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FEB 2002	448	1,425	3,084	3181	87.32	1	28
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MAR 2003	269	1,338	761	4974	73.88	1	31
Totals:							
2003	814	3,813	3,022				

CMD : ONGARD 08/13/03 09:21:46
OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TQC3

API Well No : 30 15 30436 Eff Date : 03-24-2000 WC Status : A
Pool Idn : 96836 RED LAKE; GLORIETA YESO, NORTHEAST
OGRID Idn : 6137 DEVON ENERGY PRODUCTION COMPANY, LP
Prop Idn : 23714 LOGAN 35 FEDERAL

Well No : 002
GL Elevation: 3635

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
	---	---	-----	-----	-----	-----	-----
B.H. Locn	: I	35	17S	27E	FTG 2100 F S	FTG 840 F E	P
Lot Identifier:							
Dedicated Acre:							
Lease Type	: F						
Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O)							

E6317: No more recs. for this api well no.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 PF08 PF09 PF10 NEXT-WC PF11 HISTORY PF12 NXTREC

CMD : ONGARD 08/13/03 09:21:49
OG6ACRE C102-DEDICATE ACREAGE OGOMES -TQC3
Page No : 1

API Well No : 30 15 30436 Eff Date : 03-24-2000
Pool Idn : 96836 RED LAKE; GLORIETA YESO, NORTHEAST
Prop Idn : 23714 LOGAN 35 FEDERAL Well No : 002
Spacing Unit : 52913 OCD Order : Simultaneous Dedication:
Sect/Twp/Rng : 35 17S 27E Acreage : 40.00 Revised C102? (Y/N) :
Dedicated Land:

S Base U/L Sec Twp Rng Acreage L/W Ownership Lot Idn

I 35 17S 27E 40.00 N FD

E0005: Enter data to modify or PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 LAND PF11 NXTSEC PF12 RECONF

CMD : ONGARD 08/13/03 09:21:58
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQC3
 Page No: 1

OGRID Identifier : 6137 DEVON ENERGY PRODUCTION COMPANY, LP
 Pool Identifier : 96836 RED LAKE; GLORIETA YESO, NORTHEAST
 API Well No : 30 15 30436 Report Period - From : 01 2000 To : 07 2003

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 15 30436		03 00 5	708	2572 P
30 15 30436	LOGAN 35 FEDERAL	04 00 30	1690 3863	7020 P
30 15 30436	LOGAN 35 FEDERAL	05 00 31	3198 2684	9364 P
30 15 30436	LOGAN 35 FEDERAL	06 00 29	2521 1657	5680 P
30 15 30436	LOGAN 35 FEDERAL	07 00 31	4181 1322	5678 P
30 15 30436	LOGAN 35 FEDERAL	08 00 31	5203 1366	7947 P
30 15 30436	LOGAN 35 FEDERAL	09 00 30	3054 628	6221 P

Reporting Period Total (Gas, Oil) :

M0025: Enter PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 08/13/03 09:22:01
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQC3
 Page No: 2

OGRID Identifier : 6137 DEVON ENERGY PRODUCTION COMPANY, LP
 Pool Identifier : 96836 RED LAKE; GLORIETA YESO, NORTHEAST
 API Well No : 30 15 30436 Report Period - From : 01 2000 To : 07 2003

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 15 30436	LOGAN 35 FEDERAL	10 00 31	3343 819 3273	P
30 15 30436	LOGAN 35 FEDERAL	11 00 30	2880 662 3119	P
30 15 30436	LOGAN 35 FEDERAL	12 00 31	3153 716 3326	P
30 15 30436	LOGAN 35 FEDERAL	01 01 31	3596 884 2017	P
30 15 30436	LOGAN 35 FEDERAL	02 01 12	1200 289 1096	P
30 15 30436	LOGAN 35 FEDERAL	03 01		S
30 15 30436	LOGAN 35 FEDERAL	04 01		S

Reporting Period Total (Gas, Oil) :

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 08/13/03 09:22:02
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQC3
 Page No: 3

OGRID Identifier : 6137 DEVON ENERGY PRODUCTION COMPANY, LP
 Pool Identifier : 96836 RED LAKE; GLORIETA YESO, NORTHEAST
 API Well No : 30 15 30436 Report Period - From : 01 2000 To : 07 2003

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 15 30436	LOGAN 35 FEDERAL	05 01		S
30 15 30436	LOGAN 35 FEDERAL	06 01		S
30 15 30436	LOGAN 35 FEDERAL	07 01		S
30 15 30436	LOGAN 35 FEDERAL	08 01 31	1664 656 979	P
30 15 30436	LOGAN 35 FEDERAL	09 01 30	1699 518 799	P
30 15 30436	LOGAN 35 FEDERAL	10 01 31	1612 472 3947	P
30 15 30436	LOGAN 35 FEDERAL	11 01 30	1549 505 3244	P

Reporting Period Total (Gas, Oil) :

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 08/13/03 09:22:03
OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQC3
Page No: 4

OGRID Identifier : 6137 DEVON ENERGY PRODUCTION COMPANY, LP
Pool Identifier : 96836 RED LAKE; GLORIETA YESO, NORTHEAST
API Well No : 30 15 30436 Report Period - From : 01 2000 To : 07 2003

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 15 30436	LOGAN 35 FEDERAL	12 01 31	1564 465 3038	P
30 15 30436	LOGAN 35 FEDERAL	01 02 31	1632 478 2578	P
30 15 30436	LOGAN 35 FEDERAL	02 02 28	1425 448 3084	P
30 15 30436	LOGAN 35 FEDERAL	03 02 31	1376 455 2607	P
30 15 30436	LOGAN 35 FEDERAL	04 02 30	1320 391 1587	P
30 15 30436	LOGAN 35 FEDERAL	05 02 31	1133 357 1410	P
30 15 30436	LOGAN 35 FEDERAL	06 02 30	1311 306 1282	P

Reporting Period Total (Gas, Oil) :

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 08/13/03 09:22:04
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQC3
 Page No: 5

OGRID Identifier : 6137 DEVON ENERGY PRODUCTION COMPANY, LP
 Pool Identifier : 96836 RED LAKE; GLORIETA YESO, NORTHEAST
 API Well No : 30 15 30436 Report Period - From : 01 2000 To : 07 2003

API Well No	Property Name	Prod. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 15 30436	LOGAN 35 FEDERAL	07 02 31	1261 310 15	P
30 15 30436	LOGAN 35 FEDERAL	08 02 31	1206 323 1275	P
30 15 30436	LOGAN 35 FEDERAL	09 02 30	1236 330 1445	P
30 15 30436	LOGAN 35 FEDERAL	10 02 31	1291 294 1347	P
30 15 30436	LOGAN 35 FEDERAL	11 02 30	1160 297 1229	P
30 15 30436	LOGAN 35 FEDERAL	12 02 31	1173 314 1375	P
30 15 30436	LOGAN 35 FEDERAL	01 03 31	1121 294 1330	P

Reporting Period Total (Gas, Oil) :

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 08/13/03 09:22:05
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQC3
 Page No: 6

OGRID Identifier : 6137 DEVON ENERGY PRODUCTION COMPANY, LP
 Pool Identifier : 96836 RED LAKE; GLORIETA YESO, NORTHEAST
 API Well No : 30 15 30436 Report Period - From : 01 2000 To : 07 2003

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 15 30436	LOGAN 35 FEDERAL	02 03 28	1354 251 931	P
30 15 30436	LOGAN 35 FEDERAL	03 03 31	1338 269 761	P
30 15 30436	LOGAN 35 FEDERAL	04 03 30	1263 259 1201	P
30 15 30436	LOGAN 35 FEDERAL	05 03 31	1286 257 1232	P

Reporting Period Total (Gas, Oil) : 63993 23847 94009

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12