

DATE IN 7-10-03	SUSPENSE 7/30/03	ENGINEER MS	LOGGED IN MS	TYPE NSL	P.M.E.S.O. APP NO. 319250237
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] ☒ Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] ☐ Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] ☐ Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

[A] ☒ Working, Royalty or Overriding Royalty Interest Owners

[B] ☐ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☒ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

James Bruce
 Print or Type Name

Signature

Attorney for Applicant

Title

jamesbruc@aol.com

e-mail Address

Date

RECEIVED
 JUL 10 2003
 Oil Conservation Division

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (PHONE)
(505) 982-2151 (FAX)

jamesbruce@aol.com

July 9, 2003

Via Hand Delivery

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

Dear Mr. Stogner:

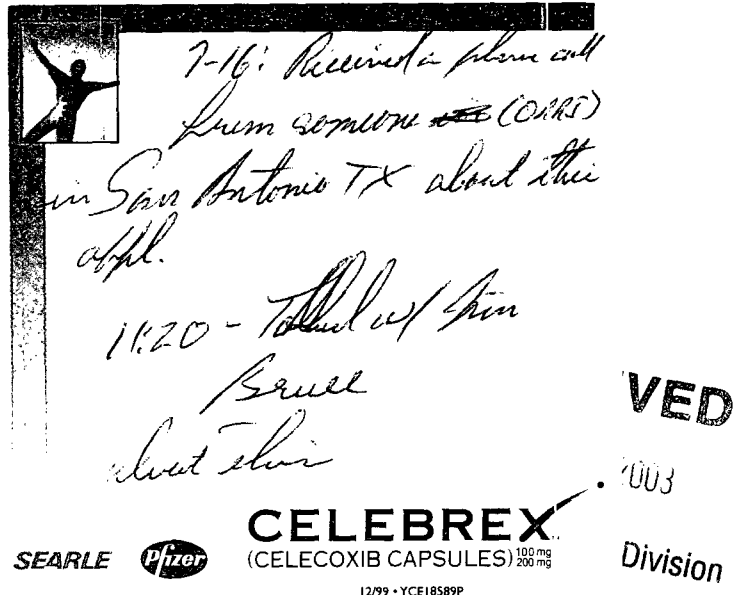
Pursuant to Division Rule 104.F(2), Devon Energy Production Company, L.P. ("Devon") applies for administrative approval of an unorthodox oil well location for the following well:

<u>Well:</u>	Eagle 35H Federal 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, N.M.P.M., Eddy County, New Mexico

The well will be drilled to test the Glorieta/Yeso formations (Undesignated Northeast Red Lake Glorieta-Yeso Pool), which is developed on statewide rules. A Form C-102 for the well is attached as Exhibit A.

The application is based on topographic reasons. Attached as Exhibit B is a survey plat of the well unit, attached as Exhibit C is a plat from the archaeological survey done for the well, and attached as Exhibit D is a land plat. There are electric lines, existing roads, and existing wells in the area, which limit well locations. The location is further restricted due to archaeological sites in the area. This is the only location in the quarter-quarter section which the Bureau of Land Management will approve. Therefore, the location must be unorthodox if it is to be drilled.

The SE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 35 is covered by United States Lease LC 050158, and the offsetting NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 35 is covered by United States Lease LC 057798. Royalty interests are the same in both leases. As to the working interest, Devon and OXY USA WTP

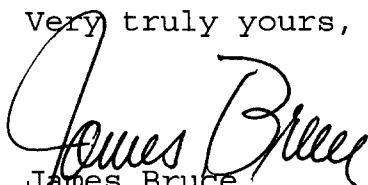


Limited Partnership are 50/50 owners in the proposed well, and Devon owns 100% of the working interest in the Glorieta/Yeso formations in the NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 35. Therefore, there are no adversely affected working interest owners to notify. Attached as Exhibit E is a list of overriding royalty owners in the NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 35, who have been notified of this application by the letter attached as Exhibit F.

Please note that there is an existing Glorieta/Yeso producer in the NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 35.

Please call me if you need any further information on this matter.

Very truly yours,



James Bruce

Attorney for Devon Energy Production Company, L.P.

DISTRICT I

1025 N. French Dr., Hobbs, NM 88240

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised March 17, 1999

DISTRICT II

811 South First, Artesia, NM 88210

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

2040 South Pacheco

Santa Fe, New Mexico 87504-2088

DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
Property Code	Property Name EAGLE 35H FEDERAL	Well Number 14
OCRID No.	Operator Name DEVON ENERGY PRODUCTION CO., L.P.	Elevation 3622'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	35	17 S	27 E		2560	NORTH	760	EAST	EDDY

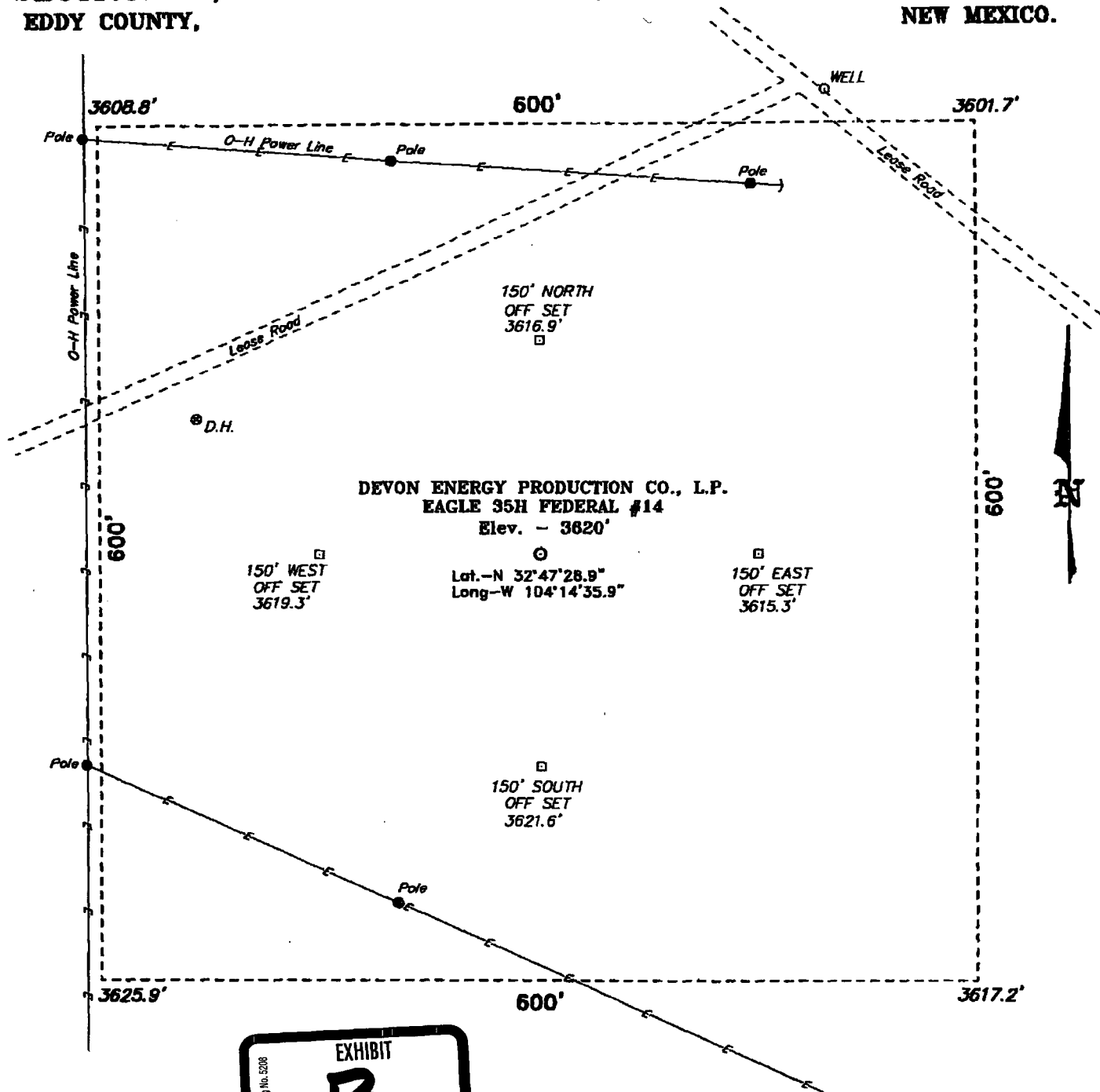
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p><i>Standard 640 acre Section</i></p> <p>Lot - N32°47'28.9" Long - W104°14'35.9"</p> <p>80°2'0"</p> <p>2560'</p> <p>3616.2'</p> <p>3606.6'</p> <p>760'</p> <p>3630.0'</p> <p>3618.8'</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p>Signature _____</p> <p>Printed Name _____</p> <p>Title _____</p> <p>Date _____</p>
	<p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>APRIL 21, 2003</p> <p>Date Surveyed _____</p> <p>Signature of _____</p> <p>Professional Surveyor</p>
	<p>EXHIBIT A</p> <p>Bumberg No. 5208</p>
	<p>PROFESSIONAL LAND SURVEYOR</p> <p>W.S. No. 332</p> <p>Certification No. 7977</p>

SECTION 35, TOWNSHIP 17 SOUTH, RANGE 27 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.



Directions to Location:

FROM THE JUNCTION OF CO. RD. 204 AND CO. RD. 258, GO SOUTH ON CO. RD. 204 FOR APPROX. 0.25 MILE TO CO. RD. 225; THENCE SOUTHWESTERLY ON CO. RD. 225 FOR APPROX. 1.25 MILE TO A LEASE ROAD; THENCE EASTERLY ON LEASE ROAD FOR APPROX. 0.1 MILE; THENCE SOUTHEAST FOR 0.1 MILE; THENCE NORTHEAST FOR 0.1 MILE TO A POINT ON THE PROPOSED WELL PAD.

100 0 100 200 FEET
SCALE: 1" = 100'

DEVON ENERGY PROD. CO., L.P.

REF: EAGLE 35H FED. No. 14 / Well Pad Topo

THE EAGLE 35H FED. No. 14 LOCATED 2410' FROM
THE NORTH LINE AND 760' FROM THE EAST LINE OF
SECTION 35, TOWNSHIP 17 SOUTH, RANGE 27 EAST,
N.M.P.M., EDDY COUNTY, NEW MEXICO.

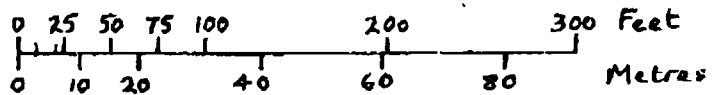
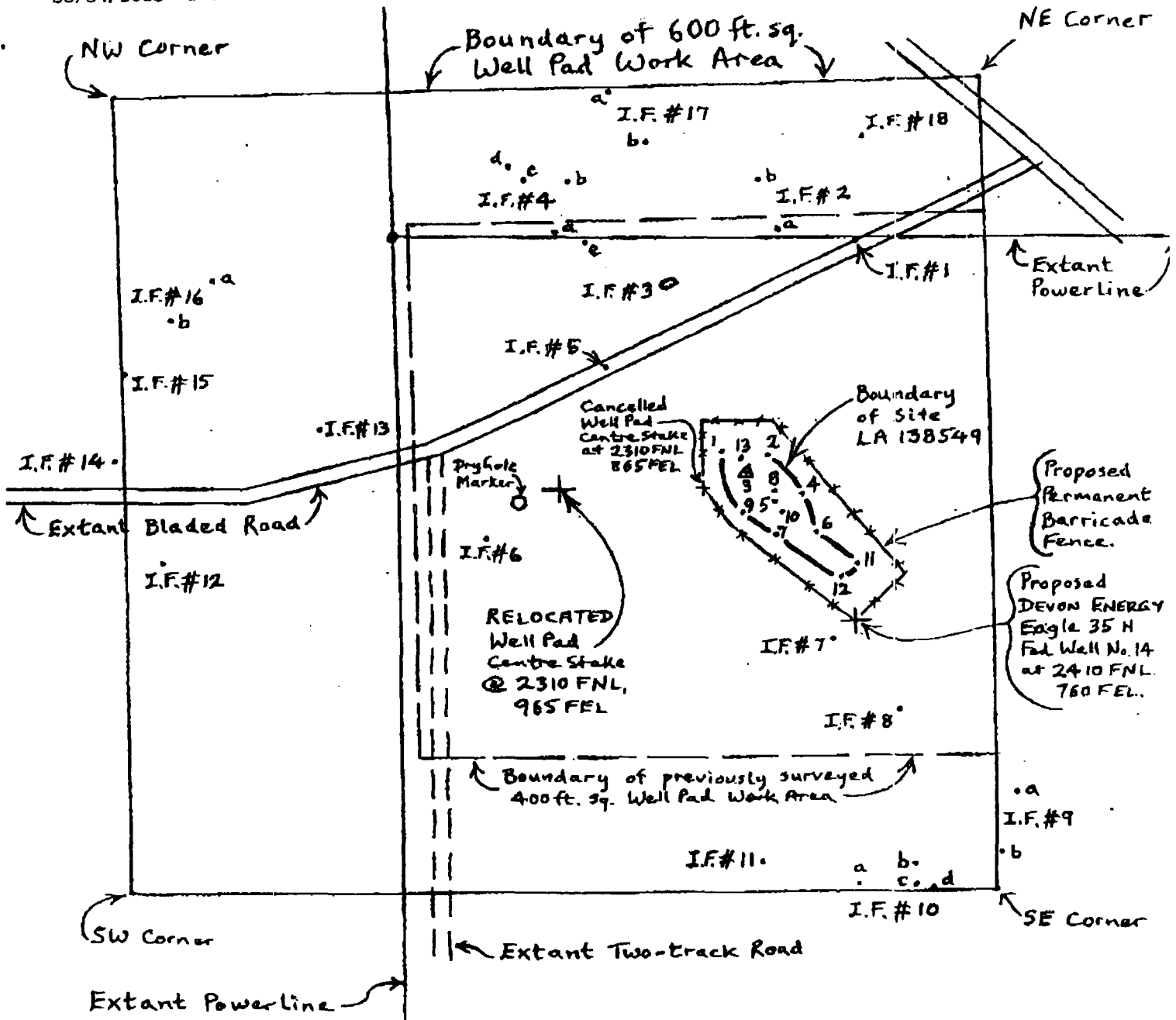
Basin Surveys P.O. BOX 1786 - HOBBS, NEW MEXICO

W.O. Number: 3229

Drawn By: K. GOAD

Date: 04-22-2003 Disk: KJG CD#4 - 3229A.DWG

Survey Date: 04-21-2003 Sheet 1 of 1 Sheets



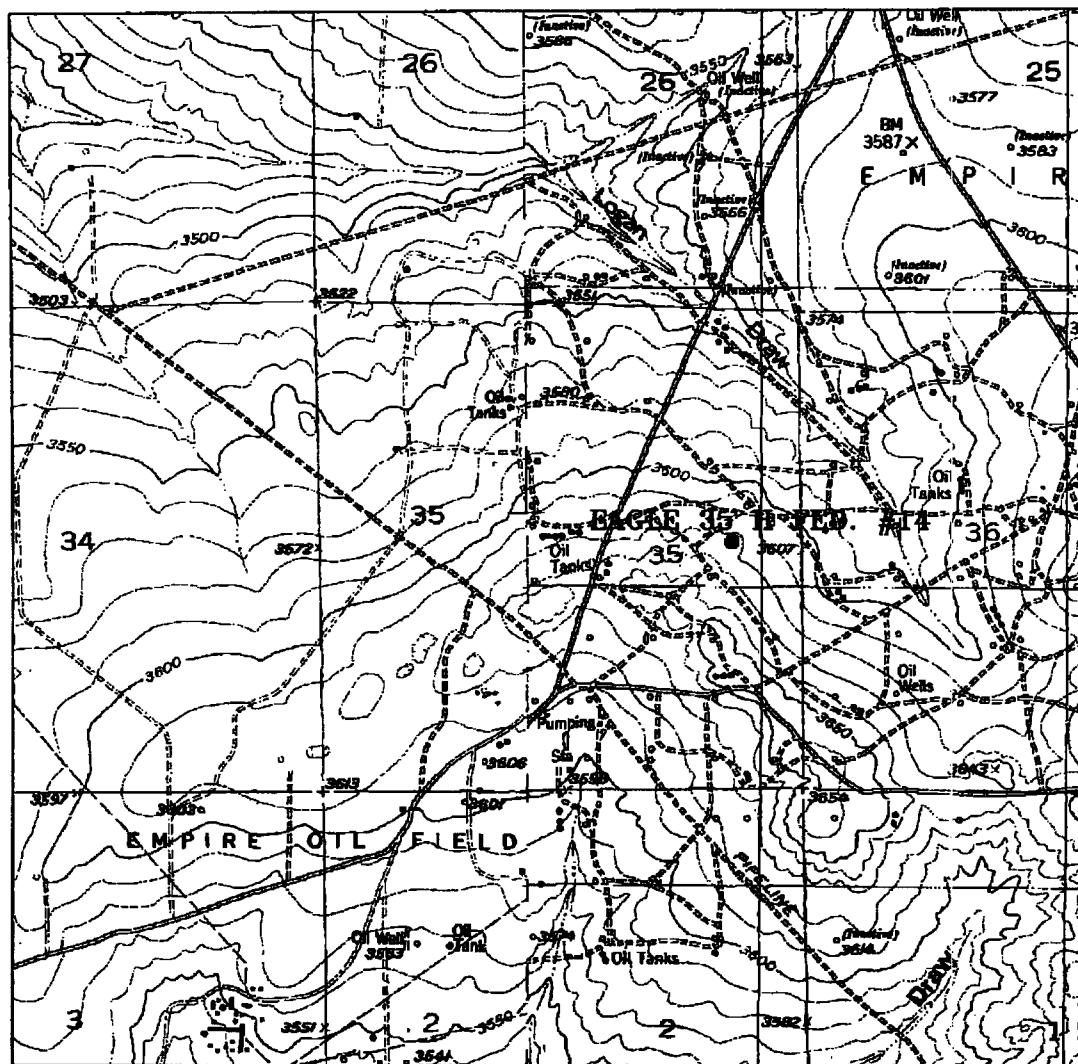
McQUADRANGLE, L.L.C.
RELOCATED MIDNIGHT MATADOR FEDERAL WELL NO. 1 and ACCESS ROAD R/W

Site LA 138549
T17S, R27E, Section 35 (SW 1/4 NE 1/4), Eddy County, New Mexico.

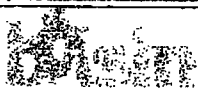
ASC Report 03-030

Mapped by means of Garmin 12 G.P.S. unit utilizing U.T.M. Grid Zone 13,
1927 North American Datum. Original recording: JVS/DMG, 21 December 2002.
Site updates: JVS/DMG, 21 March 2003; and JVS/DMG, 21 May 2003.



Pipelines & Roads

EAGLE 35 H FEDERAL #14
 2560' FNL AND 760' FEL
 Section 35, Township 17 South, Range 27 East,
 N.M.P.M., Eddy County, New Mexico.



focused on excellence
in the oilfield

P.O. Box 1786
 1120 N. West County Rd.
 Hobbs, New Mexico 88241
 (505) 393-7316 - Office
 (505) 392-3074 - Fax
 basinsurveys.com

W.O. Number: 3371AA - KJG CD#4

Survey Date: 06-19-2003

Scale: 1" = 2000'

Date: 06-20-2003

**DEVON ENERGY
 PROD. CO., L.P.**

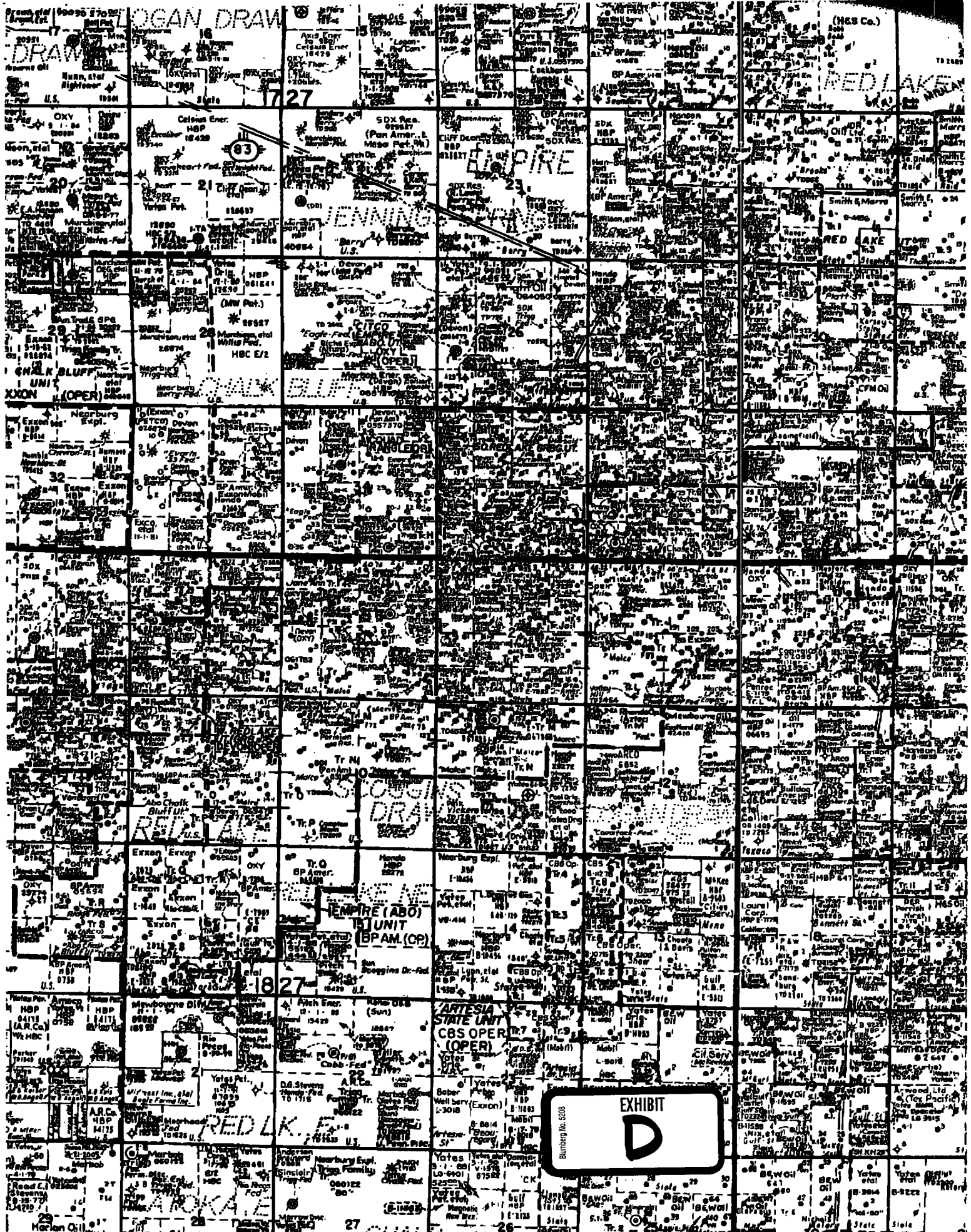


EXHIBIT E

Katherine K. McIntyre
620 Camino Real
El Paso, TX 79922

George W. Fitt
W188 Tulip Drive
Genoa City, WI 53128

Rebekah Fitt-Peaster
4500 19th Street, Lot 101
Boulder, CO 80304

Christopher Fitt
10807 Cape Cod Lane
Huntley, IL 60142

Jonathan Fitt
10016 Ashley Ct.
Huntley, IL 60142

Charles W. Froehlich, Jr.
1444 Windsong Lane
Escondido, CA 92026

Francine C. Sweaney
3335 Colony Drive
San Antonio, TX 78230

Gary W. Sweaney
12938 King Circle
Cypress, TX 77429

Jenny Fitt-Peaster
5101 Pennsylvania Avenue
Boulder, CO 80303

Stephen C. Fitt
1180 Mercury Drive
Lafayette, CO 80026

Violet Verna Fitt
129 S. Spruce #108
Wood Dale, IL 60191

Arthur Fitt
6083 S. Emporia Ct.
Englewood, CO 80111

Nathanial Fitt
6900 Center Avenue
Hanover Park, IL 60103

Pamela June Krueger
No Address

Wilma Donahue Moleen Foundation
C/O Chase Manhattan Bank
P.O. Box 200486
Houston, TX 77216

Richard H. Sweaney, III
P.O. Box 1803
Forney, TX 75126

Kay Sorvillo
3507 Stonehaven
San Antonio, TX 78230

Ruby B. Griggs Estate
Kay Sweaney Sorvillo,
Independent Executrix
3507 Stonehaven
San Antonio, TX 78230

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (PHONE)
(505) 982-2151 (FAX)

jamesbruc@aol.com

July 9, 2002

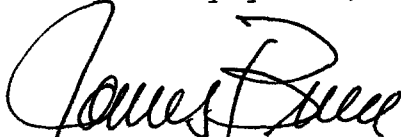
CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and Gentlemen:

Enclosed is a copy of an application, filed with the New Mexico Oil Conservation Division by Devon Energy Production Company, L.P., requesting administrative approval of an unorthodox oil well location in the Glorieta/Yeso formations formation in the SE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 35, Township 17 South, Range 27 East, NMPM, Eddy County, New Mexico. You own an interest offsetting the well's location. If you object to the well's location, you must notify the Division in writing no later than Tuesday, July 29, 2003 (1220 South St. Francis Drive, Santa Fe, New Mexico 87505; attention: Michael E. Stogner). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,


James Bruce

Attorney Devon Energy Production Company, L.P.



EXHIBIT A

Katherine K. McIntyre
620 Camino Real
El Paso, TX 79922

George W. Fitt
W188 Tulip Drive
Genoa City, WI 53128

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Englewood, CO 80111

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6900 Center Avenue
Hanover Park, IL 60103

Pamela June Krueger
No Address

Wilma Donahue Moleen Foundation
C/O Chase Manhattan Bank
P.O. Box 200486
Houston, TX 77216

Richard H. Sweaney, III
P.O. Box 1803
Forney, TX 75126

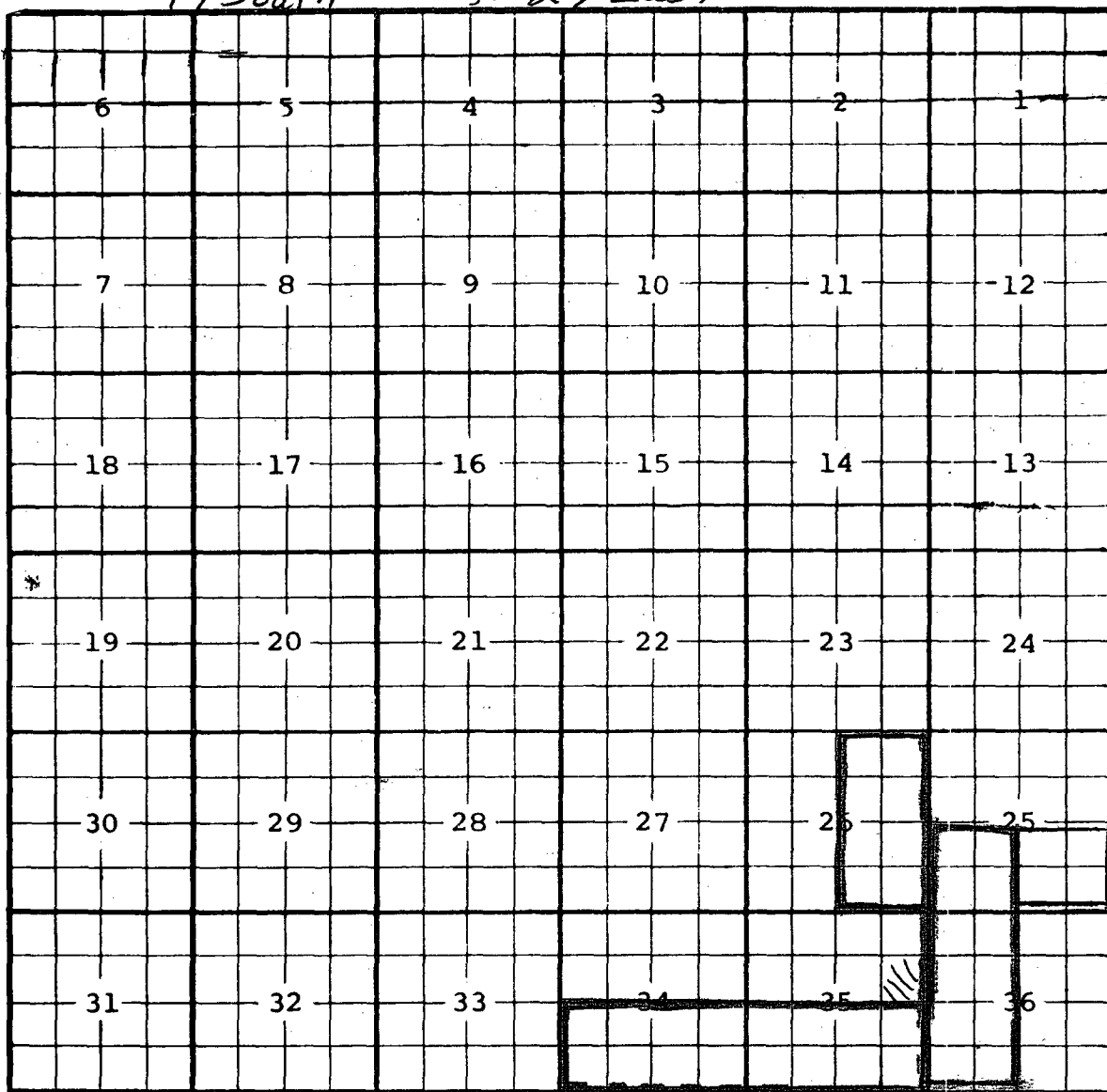
Kay Sorvillo
3507 Stonehaven
San Antonio, TX 78230

Ruby B. Griggs Estate
Kay Sweaney Sorvillo,
Independent Executrix
3507 Stonehaven
San Antonio, TX 78230

County Eddy Pool Northeast Red Lake-Glorieta-Yeso

TOWNSHIP 17 South Range 27 East NMPM

96836



Ext: $\frac{5}{2}$ Sec. 34, $\frac{5}{2}$ Sec. 35 (R-11170, 4-7-99) EXT: $\frac{SW}{4}$ Sec. 25, $\frac{W}{2}$ Sec. 36 (R-11359, 4-12-00)

Ext: $\frac{E}{2}$ Sec. 26 (R-11470, 10-11-00) EXT: $\frac{SE}{4}$ Sec. 25 (R-11544, 3-13-00)

CMD :
OG6POOL

ONGARD
MAINTAIN POOL

08/13/03 10:32:27
OGOMES -TQC3

Pool Code : 96836 Pool Name : RED LAKE; GLORIETA YESO, NORTHEAST
OCD Order No : R 11013
Pool Type : O (O/G/A) Pool Creation Date : 01-01-1900
Pool Region : S (N/S) Last Update Date : 01-01-1900

Special Pool Rules :

Oil Well Spacing : 40 (Acres) Gas Well Spacing : (Acres)
Orthodox Well Loen : 1980 (Ft from end line) 1980 (Ft from side line)
(Ft from nearest well) 660 (Ft from Q/Q line)
Top Unit Allowable : 80 (BOPD)
Casinghead Gas Limit : (MCFD)
Gas-Oil Limit : 2000
Depth Bracket : 4999 (Feet)

Prorated Gas (Y/N) : Acre Basis : (in %)
Deliv Basis : (in %)

Simultaneous Dedication Allowed (Y/N) : N

E0043: Record found; Authority denied to MODIFY/ADD

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 PF08 PF09 COMMENT PF10 PF11 PF12