

NSL 3/23/98

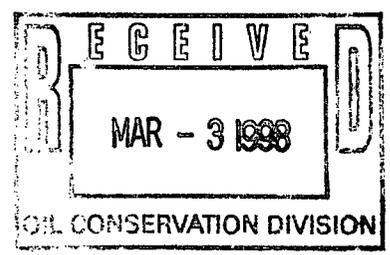


20 North Broadway, Suite 1500  
Oklahoma City, Oklahoma 73102-8260

Telephone 405/235-3611  
FAX 405/552-4550

March 2, 1998

**VIA OVERNIGHT DELIVERY**



Michael E. Stogner  
State of New Mexico  
Energy, Minerals and Natural Resources Department  
Oil Conservation Division  
2040 South Pacheco  
Santa Fe, New Mexico 87505

Mr. Stogner:

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

Evarts 6 Federal #4  
330' FNL & 1190' FEL  
NE/4 NE/4, Section 6-T18S-R27E  
Eddy County, New Mexico

The well will be drilled to test the San Andres formation (Red Lake-Queen-Grayburg-San Andres Pool). The pool is subject to statewide rules, with 40 acre well units, and wells to be located no closer than 330 feet to a quarter-quarter section line. Attached as Exhibit A is a Form C-102 for the well.

The original location proposed by Devon was at an orthodox location at 330' FNL & 990' FEL. The current location is non-standard due to topographic reasons.

Attached, as Exhibit B (topographic map), and Exhibit C (aerial photo), shows the proximity of the location of the Evarts 6 Federal #4 to several draws. Due to these features, the Bureau of Land Management required Devon to move the well to the proposed location.

Attached, as Exhibit D is a land plat of the area. The lease on which the proposed well is located, and the offsetting leases, are both federal leases, and there is no effect on the royalty owners. Lease hold owners include:

Janice Gentry Middlebrooks, Personal  
Representative of  
The Estate of Doris Gentry

Abilene, TX

Evarts "6" Federal #4  
NSL Approval  
March 2, 1998  
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State of New Mexico  
Energy, Minerals and Natural Resources Dept.  
Oil Conservation Division

Charles K. Clark	Artesia, NM
Mary Fulton Estate Partnership	Artesia, NM
SunWest Bank of Albuquerque, N. A., Trustee Of the T.J. and Mary Ray Sivley Revocable Trust U/T/A	Albuquerque, NM
Clyde Guy & Sons, Inc.	Artesia, NM
Sandry L. Terry	El Paso, TX
Barbara K. Frankenfield	Flower Mound, TX
Herbert Lowery & Alice Lowery Trustees of the Lowery Revocable Trust, Dtd 12/18/92	Scottsdale, Arizona
Steven Goodrich Lowery	Richmond, TX
William McNeil Lowery	La Porte, TX
Yates Petroleum Corporation Yates Drilling Company ABO Petroleum Corporation MYCO Industries, Inc.	Artesia, NM
Nearburg Producing Company	Midland, TX
PC Limited	
Tom Ingram	
Nearburg Producing Company	Midland, TX

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State of New Mexico  
Energy, Minerals and Natural Resources Dept.  
Oil Conservation Division

They have been notified of this application by certified mail, and a copy of the notice letter is attached also as Exhibit E.

Directional drilling to an orthodox location is not feasible because it would add 40% to the cost of the well, and increase operational costs by 30%. Because these wells are not prolific producers (averaging 40 BOPD), the added costs would make the well uneconomic.

The subject pool is continuous across this area, trending in a northeast-southwest direction. Thus, geology is not a factor in this well location. Although no decision has yet been made, Devon is considering the possibility of a future waterflood for this pool, and the proposed well fits into a waterflood pattern. (A well at an orthodox location would be better for a waterflood pattern but the BLM will not allow a well at the location we desire.)

Based on the foregoing, we request approval of the above location. Please call me at (405) 552-4509 if you need anything further on this matter.

Very truly yours,

DEVON ENERGY CORPORATION (NEVADA)



E. L. Buttross, Jr.  
District Engineer

ELB\dk  
Enclosures

cc: Jim Bruce

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102  
Revised February 10, 1994  
Instruction on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

EXHIBIT A

API Number	Pool Code	Pool Name
		Red Lake (Q-GB-SA)
Property Code	Property Name	Well Number
	EVARTS "6" FEDERAL	4
OGRID No.	Operator Name	Elevation
	DEVON ENERGY CORPORATION	3433'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	6	18 S	27 E		330	NORTH	1190	EAST	EDDY

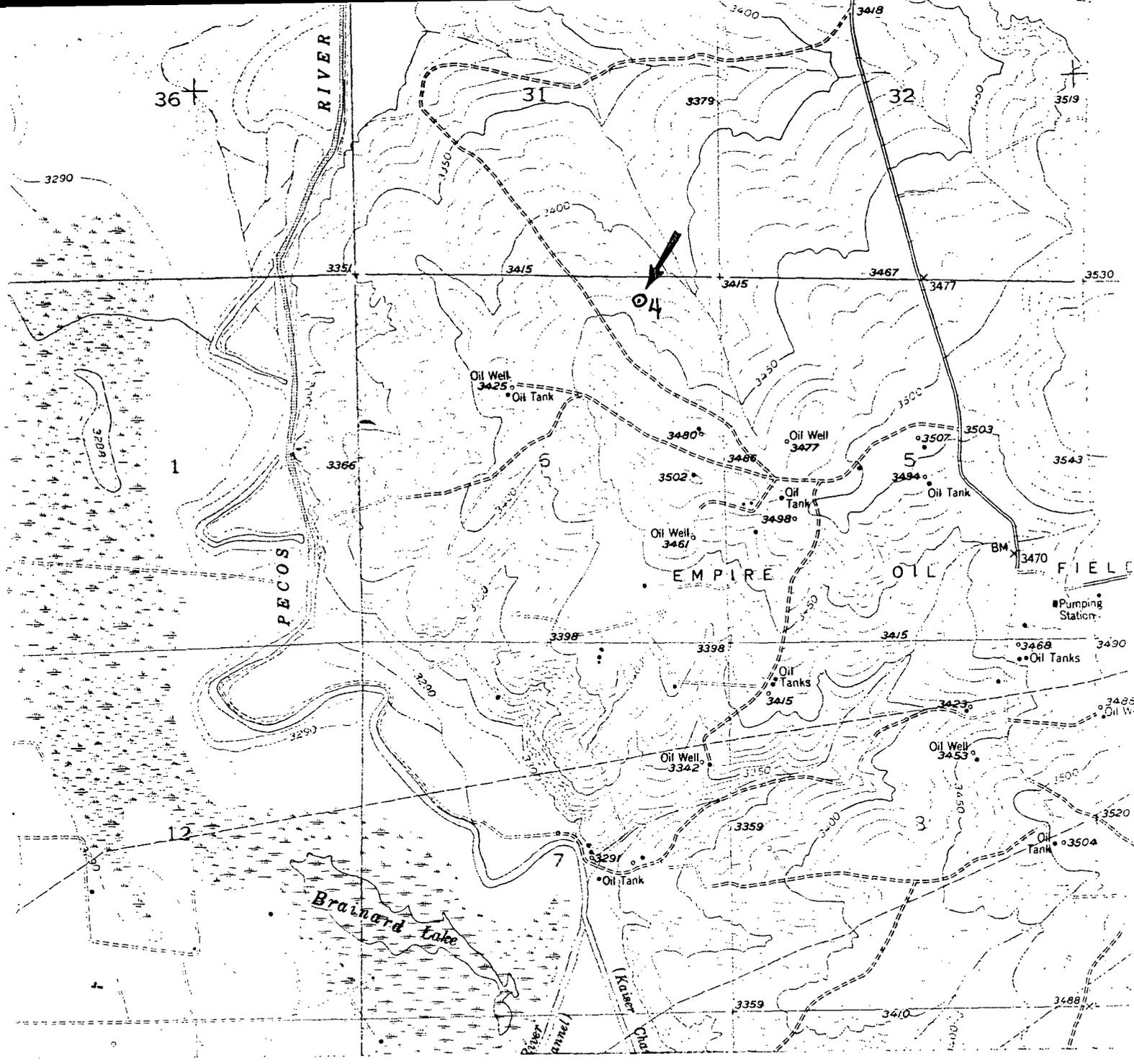
Bottom Hole Location If Different From Surface

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><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>E. J. Buttross Jr.</i> Signature</p> <p>E.L. Buttross, Jr. Printed Name</p> <p>District Engineer Title</p> <p>December 31, 1997 Date</p>
	<p><b>SURVEYOR CERTIFICATION</b></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>November 07, 1997 Date Surveyed</p> <p>GARY L. JONES Signature &amp; Seal of MEXICO Professional Surveyor</p> <p>Professional Surveyor No. 757600</p> <p>Certificate No. 7977</p> <p>BASIN SURVEYS</p>



# EXHIBIT B

DEVON ENERGY CORPORATION  
 EVARTS "6" FEDERAL #4  
 330' FNL & 1190' FEL  
 Sec. 6, T-18-S, R-27-E,  
 Eddy County, New Mexico.



SCALE: 1"=2000'



**BASIN SURVEYS** P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 7576	Drawn By: K. GOAD	Survey Date: 11-03-97	Sheet 1 of 1 Sheets
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# EXHIBIT C



EVARTS 31 FED #4

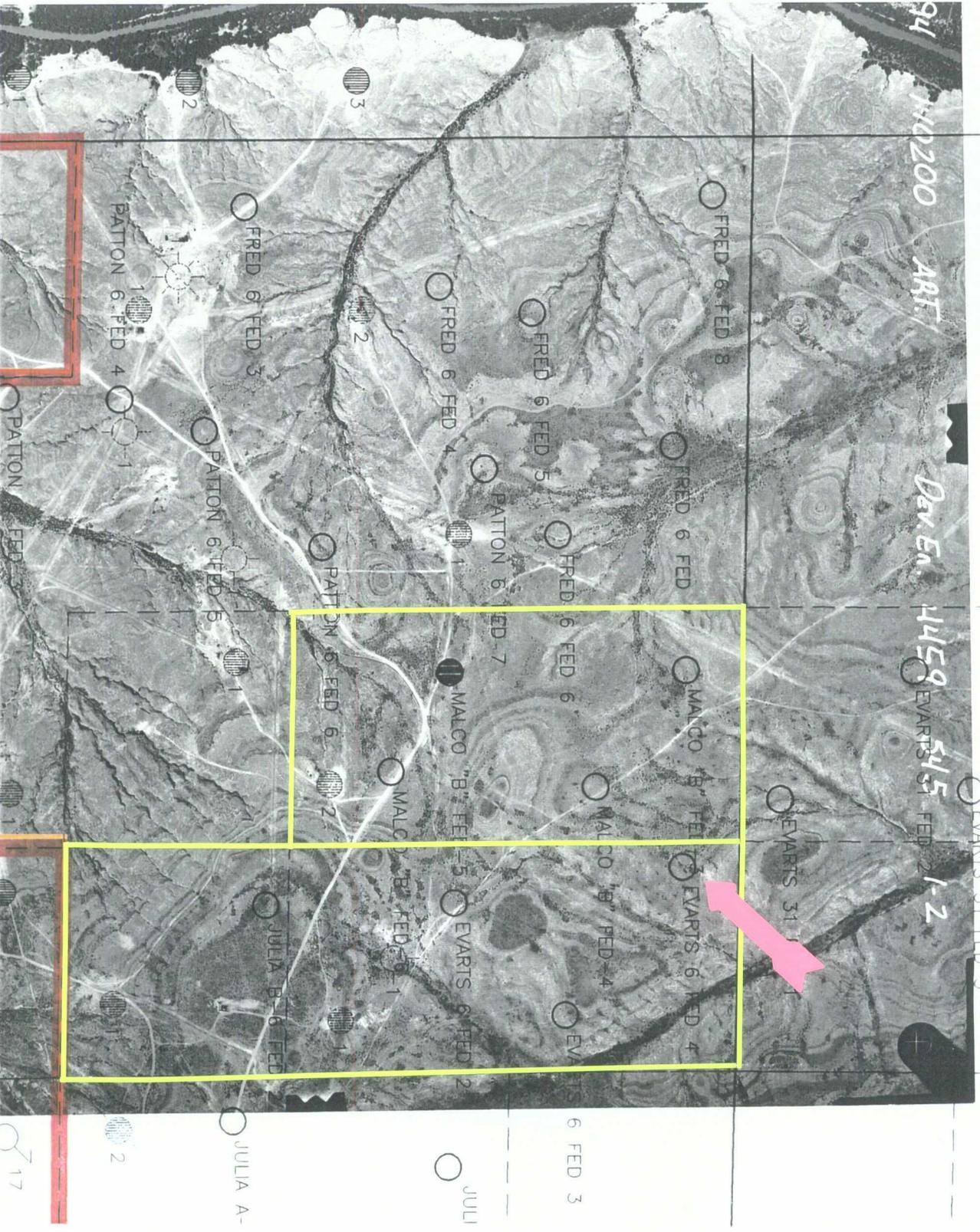


EXHIBIT D

Evarts Le Federal #4  
IUSC

'36' 1  
BIG BOGGY ST 1X

BIG BOGGY ST 1

SDX Resources

Group 2

Dvn-part \*

Group 2

Exxon

Fred Turner

Dvn-part

Exxon

Nearburg

Marbob

Arco Altura

Dvn-100'l.

Group 3

FRED FEDERAL  
79.42500%  
67.54355%

FRED 6 FED 5

PATTON 6 FED 4

PATTON 66.66667%  
50.00000%

Dvn-part

FRED 6 FED 3

PATTON 6 FED 4

MALCO "B" FED 7

FRED 6 FED 6

Dvn-100'l.

MALCO "B" FED-5

MALCO "B" FED-6.1

Dvn-part

JULIA "B" FED

86.28333%  
84.47138%

BRAINARD FED  
Group 4

EVARTS 6 FED 3

JULIA "A" FED

86.28333%  
80.15714%

JULIA A-5 FED 5

JULIA A-5 FED 4

JULIA A-5 FED 2

SDX Resources

EVARTS 6 FED 4

EVARTS 31 FED 3

EVARTS 31 FED 2

EVARTS 31 FED 1

CAR COL 5 FED 9

CARTER COLLIER FED  
79.42500%  
73.38870%

Dvn-part

CAR COL 5 FED 7

CAR COL 5 FED 6

CAR COL 5 FED 5

CAR COL 5 FED 3

Arco Altura

CAR COL 5 FED 8

CARTER COLLIER 5 FED 4

KITE 4E-1

KITE 4F-3

FED. 1 KITE 4E-2

KITE 5I-1

KITE 5I-2

Dvn-100'l.

Yates

COMPTON FED  
79.42500%  
67.82895%

PATTON 6 FED 3

PATTON 6 FED 2

COMPTON 6 FED 2

mack Energy

EVARTS 6 FED 4

EVARTS 31 FED 3

EVARTS 31 FED 2

EVARTS 31 FED 1

JULIA "B" FED

86.28333%  
84.47138%

JULIA B-6 FED 2

JULIA B-6 FED 1

JULIA "A" FED

86.28333%  
80.15714%

JULIA A-5 FED 5

JULIA A-5 FED 4

JULIA A-5 FED 2

CHALK FED 1

P-1

Yates

KITE 5I-1

KITE 5I-2

Dvn-100'l.

Arco

CAR COL 5 FED 5

CAR COL 5 FED 4

CAR COL 5 FED 3

COMPTON 4

Arco Altura

EVARTS 33 FED 8

COMPTON 33 FED 2

EVARTS 33 FED 1

COMPTON 33 FED 1

EAGLE 33N-9

Dvn-100'l.

EAGLE

HAWK 9E-5

Dvn-100'l.

HAWK 9E-6

N-6

# EXHIBIT D

*devon*

ENERGY CORPORATION

20 North Broadway, Suite 1500  
Oklahoma City, Oklahoma  
73102-8260

Telephone 405/235-3611  
FAX 405/552-4550

March 2, 1998

**Certified Mail No. Listed on attached**

Owners of the E/2 of the SE/4 of Section 31-T17S-R27E

RE: Non-Standard Location Approval  
Proposed 2800' San Andres Test  
Evarts "6" Federal #4  
330' FNL & 1190' FEL  
Sec. B-6-18S-27E  
Eddy County, New Mexico

Gentlemen:

Devon Energy Corporation (Nevada) has applied for "Non-Standard Location" approval for the referenced well. This unorthodox location is necessary due to several draws. (see attached topography map and aerial photo). The proposed wellsite offsets the following lease which our records indicate you operate in the E/2 of the SE/4 of Section 31-T17S-R27E.

The NMOCD Non-Standard Location Approval process requires that we notify offset operators and submit Proof of Notice.

Evarts "6" Federal #4  
Non-Standard Location Approval  
March 2, 1998  
Page Two

Owners of the E/2 of the SE/4 of Section 31-T17S-R27E

Please accept this certified letter as notification. If you have any questions, please contact Ernie Buttross, Jr., at (405) 235-3611, X4509.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

A handwritten signature in cursive script that reads "Diana Keys".

Diana Keys  
Engineering Tech.

/dk

cc: Oil Conservation Division - Santa Fe, NM

Janice Gentry Middlebrooks, Personal Representative of The Estate of Doris Gentry Paton, Deceased P.O. Box 5331 Abilene, TX 79605	Z 397 639 550
Charles K. Clark 706 Mann Artesia, NM 88210	Z 397 639 551
Mary Fulton Estate Partnership C/O Louis F. Fulton P.O. Box 1121 Artesia, NM 88210	Z 397 639 552
SunWest Bank of Albuquerque, N. A., Trustee Of the T.J. and Mary Ray Sivley Revocable Trust U/T/A Dtd 4/27/82 Attn: Catherine E. Rugen P.O. Box 26900 Albuquerque, NM 87125	Z 397 639 553
Clyde Guy & Sons, Inc. 705 West Grand Ave Artesia, NM 88210 Attn: Mary Jo Guy	Z 397 639 554
Sandry L. Terry P.O. Box 12617 Suite 216 El Paso, TX 79912	Z 397 639 555
Barbara K. Frankenfield 2121 Beckett Drive Flower Mound, TX 75028	Z 397 639 556
Herbert Lowery & Alice Lowery Trustees of the Lowery Revocable Trust, Dtd 12/18/92 7878 E. Gainey Ranch Road, #3 Scottsdale, Arizona 85258	Z 397 639 557
Steven Goodrich Lowery 2109 Crestwood Richmond, TX 77469	Z 397 639 558
William McNeil Lowery 10845 Spruce Drive South La Porte, TX 77571	Z 397 639 559

Yates Petroleum Corporation  
Yates Drilling Company  
ABO Petroleum Corporation  
MYCO Industries, Inc.  
105 South Fourth  
Artesia, NM 88210

Z 397 639 560

**devon**

**ENERGY CORPORATION**

20 North Broadway, Suite 1500  
Oklahoma City, Oklahoma  
73102-8260

Telephone  
405/235-3611  
FAX 405/552-4550

March 2, 1998

**Certified Mail No. Z 397 639 561**

Yates Petroleum Corporation  
Yates Drilling Company  
ABO Petroleum Corporation  
MYCO Industries, Inc.  
105 South Fourth  
Artesia, NM 88210

RE: Non-Standard Location Approval  
Proposed 2800' San Andres Test  
Evarts "6" Federal #4  
330' FNL & 1190' FEL  
Section B-6-T18S-R27E  
Eddy County, New Mexico

Gentlemen:

Devon Energy Corporation (Nevada) has applied for "Non-Standard Location" approval for the referenced well. This unorthodox location is necessary due to several draws. (see attached topography map and aerial photo). The proposed wellsite offsets a lease that our records indicate you have a working interest.

The NMOCD Non-Standard Location Approval process requires that we notify offset lease holders and submit Proof of Notice.

Evarts "6" Federal #4  
Non-Standard Location Approval  
March 2, 1998  
Page Two

Yates

Please accept this certified letter as notification. If you have any questions, please contact Ernie Buttross, Jr., at (405) 235-3611, X4509.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

A handwritten signature in cursive script that reads "Diana Keys".

Diana Keys  
Engineering Tech.

/dk

cc: Oil Conservation Division - Santa Fe, NM

*devon*

ENERGY CORPORATION

20 North Broadway, Suite 1500  
Oklahoma City, Oklahoma  
73102-8260

Telephone  
405/235-3611  
FAX 405/552-4550

March 2, 1998

**Certified Mail No. Z 397 639 562**

Nearburg Producing Company  
3300 North "A" Street  
Building 2, Suite 120  
Midland, TX 79705-5421

RE: Non-Standard Location Approval  
Proposed 2800' San Andres Test  
Evarts "6" Federal #4  
330' FNL & 1190' FEL  
Section B-6-T18S-R27E  
Eddy County, New Mexico

Gentlemen:

Devon Energy Corporation (Nevada) has applied for "Non-Standard Location" approval for the referenced well. This unorthodox location is necessary due to several draws (see attached topography map and aerial photo). The proposed wellsite offsets a lease that our records indicate you have a working interest.

The NMOCD Non-Standard Location Approval process requires that we notify offset lease holders and submit Proof of Notice.

Evarts "6" Federal #4  
Non-Standard Location Approval  
March 2, 1998  
Page Two

Nearburg

Please accept this certified letter as notification. If you have any questions, please contact Ernie Buttross, Jr., at (405) 235-3611, X4509.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

A handwritten signature in cursive script that reads "Diana Keys".

Diana Keys  
Engineering Tech.

/dk

cc: Oil Conservation Division - Santa Fe, NM

**devon**

**ENERGY CORPORATION**

20 North Broadway, Suite 1500  
Oklahoma City, Oklahoma  
73102-8260

Telephone 405/235-3611  
FAX 405/552-4550

March 2, 1998

**Certified Mail No. Listed on attached**

Owners of the NW/4 N/W 4 of Section 5-T18S-R27E

RE: Non-Standard Location Approval  
Proposed 2800' San Andres Test  
Evarts "6" Federal #4  
330' FNL & 1190' FEL  
Sec. B-6-18S-27E  
Eddy County, New Mexico

Gentlemen:

Devon Energy Corporation (Nevada) has applied for "Non-Standard Location" approval for the referenced well. This unorthodox location is necessary due to (see attached topography map and aerial photo. The proposed wellsite offsets the following lease which our records indicate you operate in the NW/4 of NW/4 of Section 5-T18S-R27E.

The NMOCD Non-Standard Location Approval process requires that we notify offset operators and submit Proof of Notice.

Evarts "6" Federal #4  
Non-Standard Location Approval  
March 2, 1998  
Page Two

Owners of the NW/4 N/W 4 of Section 5-T18S-R27E

Please accept this certified letter as notification. If you have any questions, please contact Ernie Buttross, Jr., at (405) 235-3611, X4509.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

A handwritten signature in cursive script that reads "Diana Keys".

Diana Keys  
Engineering Tech.

/dk

cc: Oil Conservation Division - Santa Fe, NM

PC Limited  
P.O. Box 911  
Breckenridge, TX 76424-0911

Z 397 639 563

Tom Ingram  
100 South Kentucky  
Roswell, NM 88201

Z 397 639 564

Nearburg Producing Company  
3300 North "A" Street  
Building 2, Suite 120  
Midland, TX 79705-5421

Z 397 639 565

*devon*

ENERGY CORPORATION

20 North Broadway, Suite 1500  
Oklahoma City, Oklahoma  
73102-8260

Telephone  
405/235-3611  
FAX 405/552-4550

March 2, 1998

**Certified Mail No. Z 397 639 568**

Fred Turner  
P.O. Box 910  
Midland, TX 79702

RE: Non-Standard Location Approval  
Proposed 2800' San Andres Test  
Evarts "6" Federal #4  
330' FNL & 1190' FEL  
Section B-6-T18S-R27E  
Eddy County, New Mexico

Gentlemen:

Devon Energy Corporation (Nevada) has applied for "Non-Standard Location" approval for the referenced well. This unorthodox location is necessary due to several draws (see attached topography map and aerial photo). The proposed wellsite offsets the following lease which our records indicate you operate in the SW/4 of SW/4 of Section 32-T17S-R27E

The NMOCD Non-Standard Location Approval process requires that we notify offset lease holders and submit Proof of Notice.

Evarts "6" Federal #4  
Non-Standard Location Approval  
March 2, 1998  
Page Two

Fred Turner

Please accept this certified letter as notification. If you have any questions, please contact Ernie Buttross, Jr., at (405) 235-3611, X4509.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

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Diana Keys  
Engineering Tech.

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cc: Oil Conservation Division - Santa Fe, NM