



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

February 22, 1999

Devon Energy Corporation
20 North Broadway – Suite 1500
Oklahoma City, Oklahoma 73102-8260
Attention: Candace Graham

Telefax No. (405) 552-4550

Administrative Order NSL-4218

Dear Ms. Graham:

Reference is made to your application dated February 9, 1999 for approval to drill the proposed Carlsbad "22-H" State Com. Well No. 2 at an unorthodox gas well location to test the Morrow formation 1350 feet from the North line and 660 feet from the East line (Unit H) of Section 22, Township 21 South, Range 26 East, NMPM, Undesignated Avalon-Morrow Gas Pool, Eddy County, New Mexico.

The E/2 of Section 22 being a standard 320-acre gas spacing and proration unit for this pool is to be dedicated to this well.

The application has been duly filed under the provisions of Rule 104.F of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,

A handwritten signature in cursive script that reads "Lori Wrotenbery" followed by the initials "LW/MES".

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
New Mexico State Land Office – Santa Fe