

**devon**

ENERGY CORPORATION

OIL CONSERVATION DIVISION  
RECEIVED

35 MAR 1995 PM 8 52

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

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

March 8, 1995

*Suspense Date*  
*4-4-95*

**Certified Mail No. Z 781 292 843**

State of New Mexico  
Energy, Minerals and Natural Resources Department  
Oil Conservation Division  
2040 S. Pacheco  
Santa Fe, New Mexico 87504

RE: Non-Standard Location Approval  
East Shugart Unit #74  
Eddy County

Gentlemen:

Devon Energy Corporation (Nevada) requests approval for Non-Standard Location for our proposed East Shugart Unit #74, located 510' FSL and 2455' FWL of Section 35-T18S-R31E (Unit N) in Eddy County, New Mexico. This unorthodox location was necessary due to an archeological site in the area.

The East Shugart Unit is a federal unit (#14-08-001-11572) and the proposed well is to be part of this active waterflood project. Enclosed is a map of the East Shugart Unit showing the Unit's boundaries and a copy of form C-102 for this proposed well.

Operators having wells in the offsetting 40 acre tracts will be notified by certified mail. Copies of our letters of notification to the following operators are enclosed.

Amoco Producing Co.  
Ray Westall

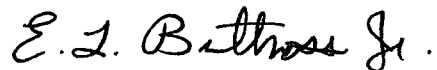
Houston, TX  
Loco Hills, NM

East Shugart Unit #74  
Non-Standard Location Approval  
March 8, 1995  
Page Two

If you have any questions concerning this matter, please contact the undersigned in Oklahoma City at (405) 235-3611, X4509.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

A handwritten signature in cursive script, reading "E.L. Buttross Jr.".

Mr. E.L. Buttross, Jr.  
District Engineer

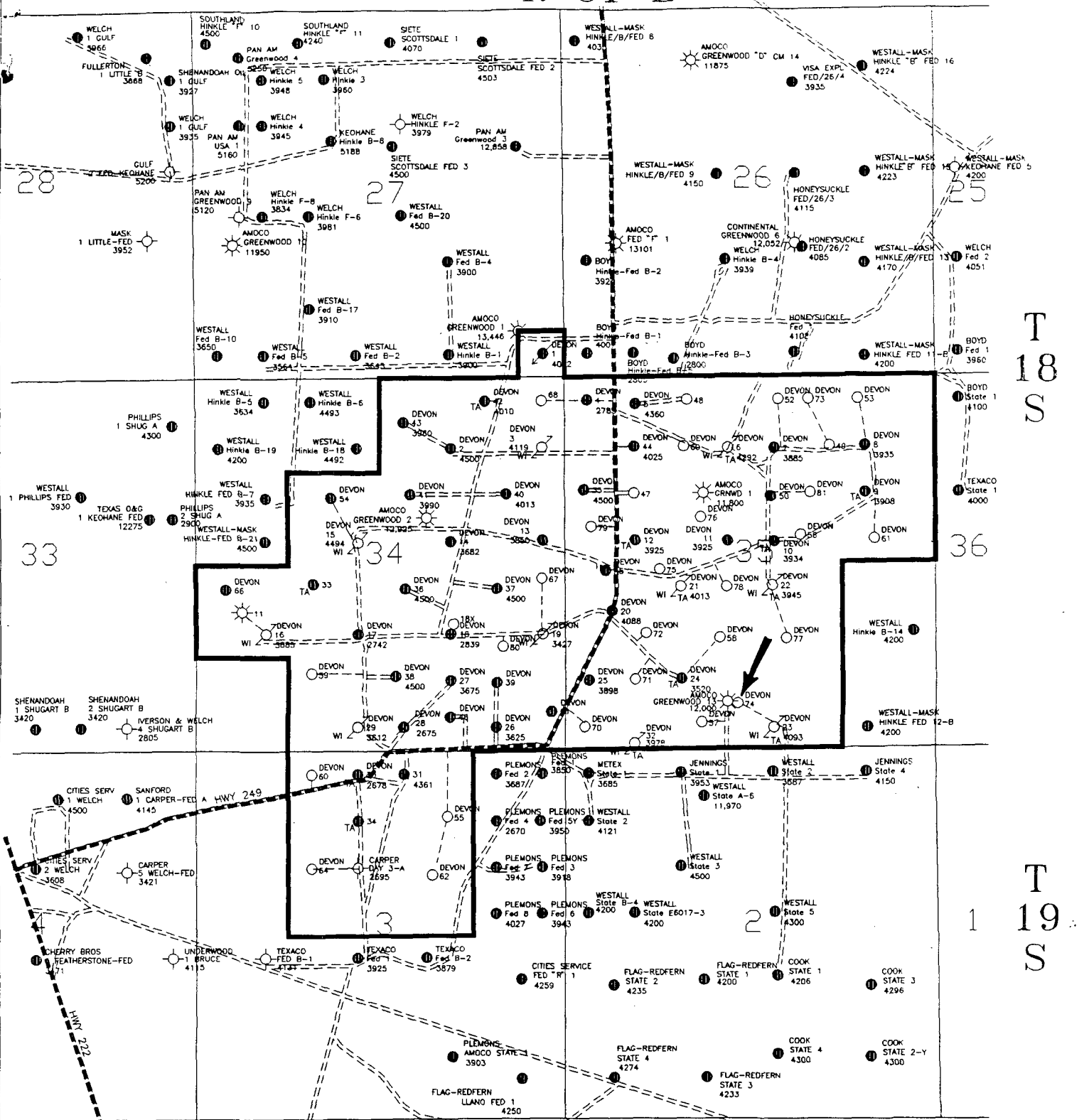
ELB/cg  
Enclosures


cc: Oil Conservation Division - Artesia, NM  
Bureau of Land Management - Carlsbad, NM

R 31 E

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T 19 S



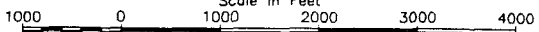


## EAST SHUGART UNIT

EDDY COUNTY, NEW MEXICO

# EXHIBIT 3

Scale in Feet



11/94

State of New Mexico  
Energy, Minerals and Natural Resources DepartmentForm C-102  
Revised 1-1-89

## OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

JAN 3 10 50 AM '95

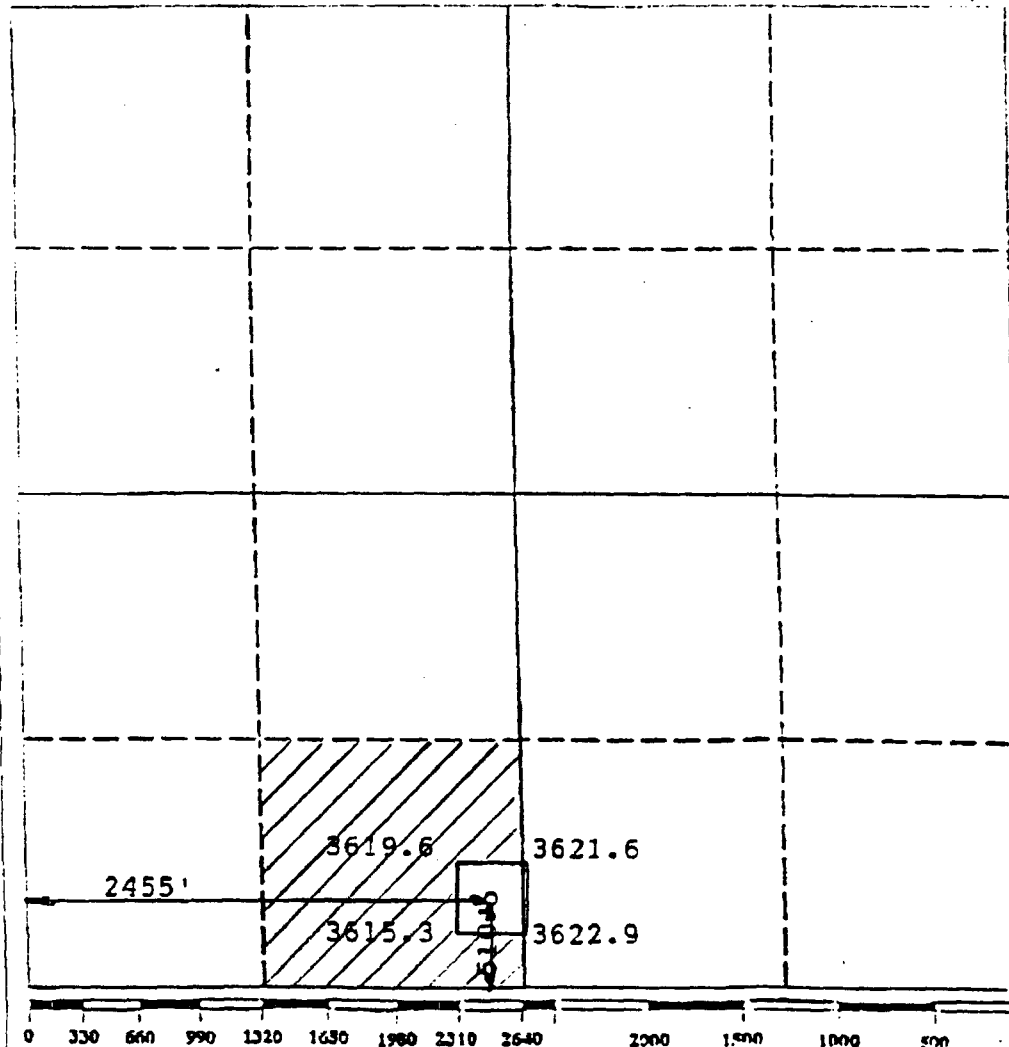
Submit to Appropriate  
District Office  
Use Lease - 4 copies  
Ac Lease - 3 copiesDISTRICT I  
P.O. Box 1980, Hobbs, NM 88240DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

WELL LOCATION AND ACREAGE DEDICATION PLAT  
All Distances must be from the outer boundaries of the section

Operator <b>Devon Energy Corporation</b>			Lease <b>East Shugart Unit</b>			Well No. <b>74</b>		
Unit Letter <b>N</b>	Section <b>35</b>	Township <b>18 south</b>	Range <b>31 East</b>	County <b>NMNM</b>		<b>Eddy</b>		
Actual Footage Location of Well: <b>510</b> feet from the <b>South</b> line and <b>2455</b> feet from the <b>West</b> line								
Ground level Elev. <b>3620</b>		Producing Formation <b>Yates - Queen</b>		Pool <b>Shugart</b>		Dedicated Acreage: <b>40 Acres</b>		

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.  
☐ Yes ☐ No If answer is "yes" type of consolidation \_\_\_\_\_  
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary) \_\_\_\_\_  
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



## OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature

*E. L. Buttross, Jr.*

Printed Name

E. L. Buttross, Jr.

Position

District Engineer

Company

Devon Energy Corp. (Nevada)

Date

December 30, 1994

## SURVEYOR CERTIFICATION

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 knowledge and belief.

Date Surveyed

November 3, 1994

Signature &amp; Seal of Professional Surveyor

P. R. Patton

Certificate No.

8312



ENERGY CORPORATION

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

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

March 8, 1995

**Certified Mail No. Z 781 292 844**

Amoco Producing Co.  
Post Office Box 3092  
Houston, TX 77253

RE: East Shugart Unit #74  
Eddy County, NM  
Non-Standard Location Approval

Gentlemen:

We have applied for a permit to drill the above referenced well. This unorthodox location was due to an archeological site in the area. The proposed wellsite is within our East Shugart Unit in Eddy County and offsets the following property which our records show you operate.

Greenwood #13

The East Shugart well is located as follows in Eddy County, NM.

ESU No.	Unit	Sec.-T-R	Footage Location
74	N	35-18S-31E	510' FSL & 2455' FWL

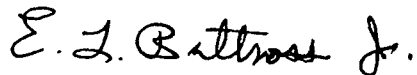
East Shugart Unit #74  
Non-Standard Location Approval  
March 8, 1995  
Page Two

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

Please accept this certified letter as notification. If you have any questions concerning this matter, please contact the undersigned at (405) 235-3611, X4509.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

A handwritten signature in cursive script, reading "E. L. Buttross, Jr.".

Mr. E. L. Buttross, Jr.  
District Engineer

ELB/cg

cc: Oil Conservation Division - Santa Fe, NM  
Oil Conservation Division - Artesia, NM  
Bureau of Land Management - Carlsbad, NM



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Oklahoma City, Oklahoma 73102-8260

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March 8, 1995

**Certified Mail No. Z 781 292 845**

Ray Westall  
Post Office Box 4  
Loco Hills, NM 88255

RE: East Shugart Unit #74  
Eddy County, NM  
Non-Standard Location Approval

Gentlemen:

We have applied for a permit to drill the above referenced well. This unorthodox location was due to an archeological site in the area. The proposed wellsite is within our East Shugart Unit in Eddy County and offsets the following properties which our records show you operate.

State #1  
State #2, NW NW Sec. 2  
State #2, NW NE Sec. 2  
State #A-6

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ESU No.	Unit	Sec.-T-R	Footage Location
74	N	35-18S-31E	510' FSL & 2455' FWL

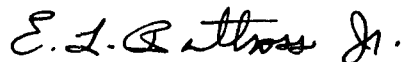
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