STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

June 24, 1997

Devon Energy Corporation 20 North Broadway - Suite 1500 Oklahoma City, Oklahoma 73102-8260 Attention: Karen Byers

Administrative Order NSL-3810

Dear Ms. Byers:

Reference is made to your application dated May 16, 1997 for a non-standard oil well location for the proposed V. L. Foster Well No. 8 (API No. 30-015-29400) to be drilled 255 feet from the North line and 330 feet from the East line (Unit A) of Section 17, Township 17 South, Range 31 East, NMPM, Grayburg-Jackson Pool, Eddy County, New Mexico. The NE/4 NE/4 of said Section 17 is to be dedicated to said well to form a standard 40-acre oil spacing and proration unit for said pool.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

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

Sincerely, William J. LeN Director WJL/MES/kv

cc: Oil Conservation Division - Artesia U. S. Bureau of Land Management - Carlsbad