



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

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

February 2, 1998

Devon Energy Corporation  
20 North Broadway - Suite 1500  
Oklahoma City, Oklahoma 73102-8260  
Attention: Ernie L. Buttross, Jr.

*Administrative Order NSL-3937(SD)*

Dear Mr. Buttross:

Reference is made to your application dated January 23, 1998, for an unorthodox "infill" oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SW/4 NE/4 (Unit G) of Section 5, Township 18 South, Range 27 East, NMPM, Red Lake Queen-Grayburg-San Andres Pool, Eddy County, New Mexico. Said 40-acre unit is currently dedicated to the Carter Collier Federal Well No. 1 (API No. 30-015-00790) located at a standard oil well location 2310 feet from the North and East lines (Unit G) of said Section 5.

Further, the NE/4 equivalent of said Section 5 is a single Federal lease (U. S. Government lease No. LC-064384) in which Devon Energy Corporation ("Devon") is the operator; therefore, there are no affected offsets to the subject 40-acre tract other than Devon.

The subject 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").

By the authority granted me under the provisions of Division General Rule 104.F(2), the following described well to be drilled at an unorthodox "infill" oil well location within the SW/4 NE/4 (Unit G) of said Section 5 is hereby approved:

**Carter Collier "5" Federal Well No. 3**  
**2110' FNL - 1600' FEL**  
**(API No. 30-015-29978)**

Further, both the Carter Collier Federal Well No. 1 and the proposed Carter Collier "5" Federal Well No. 3 are to be simultaneously dedicated to the subject 40-acre tract.

Sincerely,

Kathleen A. Garland  
Acting Director

KAG/MES/kv

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