

NSL 3/23/98

devon

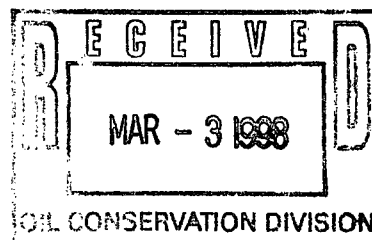
ENERGY CORPORATION

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

Evarts 6 Federal #4
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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

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

OIL CONSERVATION DIVISION

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

☐ 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'

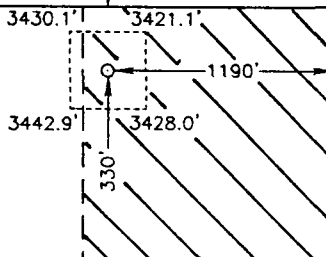
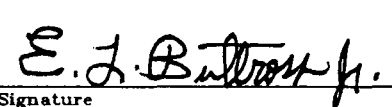
Surface Location

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

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

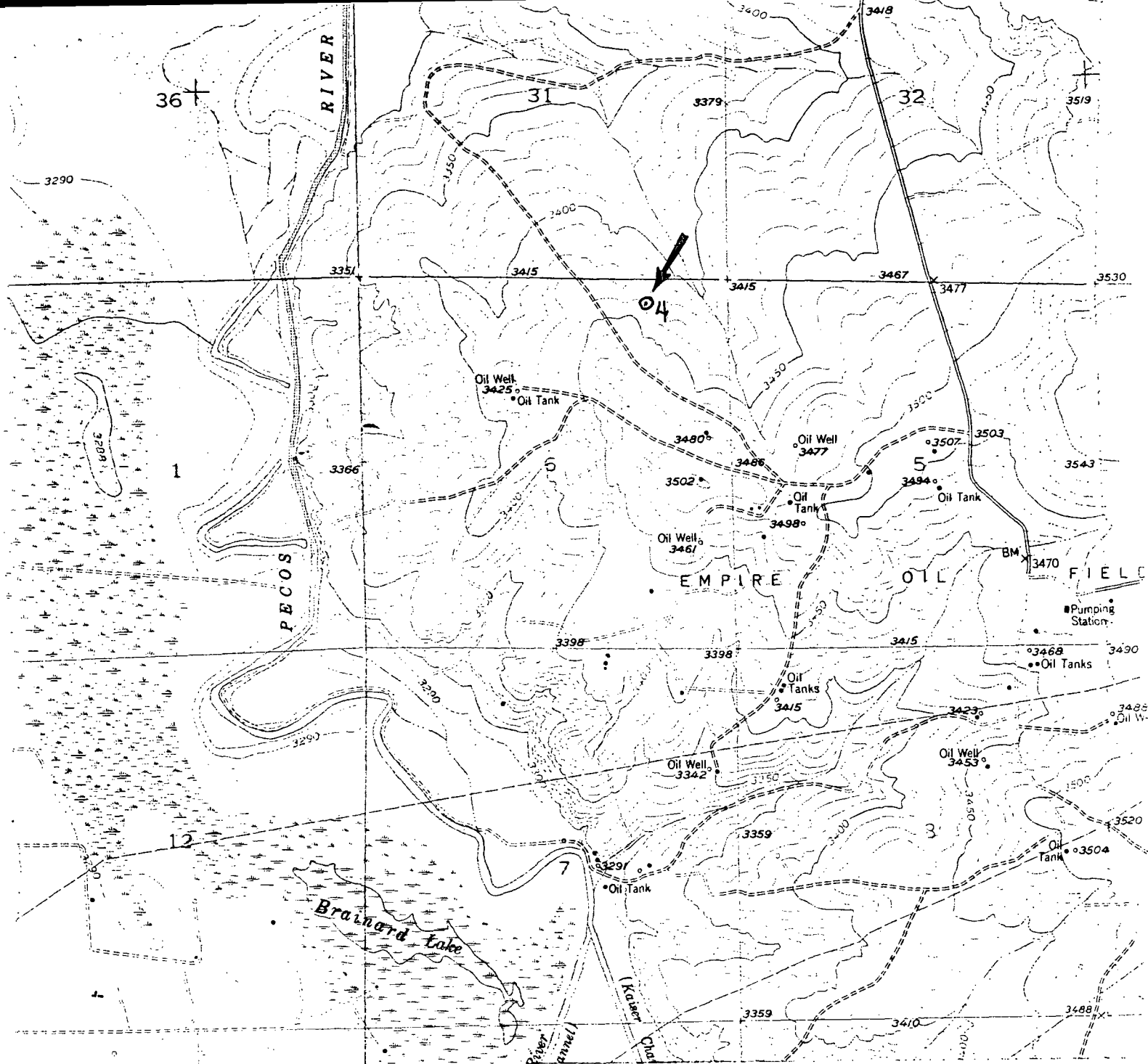


EXHIBIT B

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

2000' 0 2000' 4000 Feet

W.O. Number: 7576

Drawn By: K. GOAD

Survey Date: 11-03-97

Sheet 1 of 1 Sheets

EXHIBIT C

EVARTS 31 FEB 4
F-E F-1

Evarts 6 Feb #4

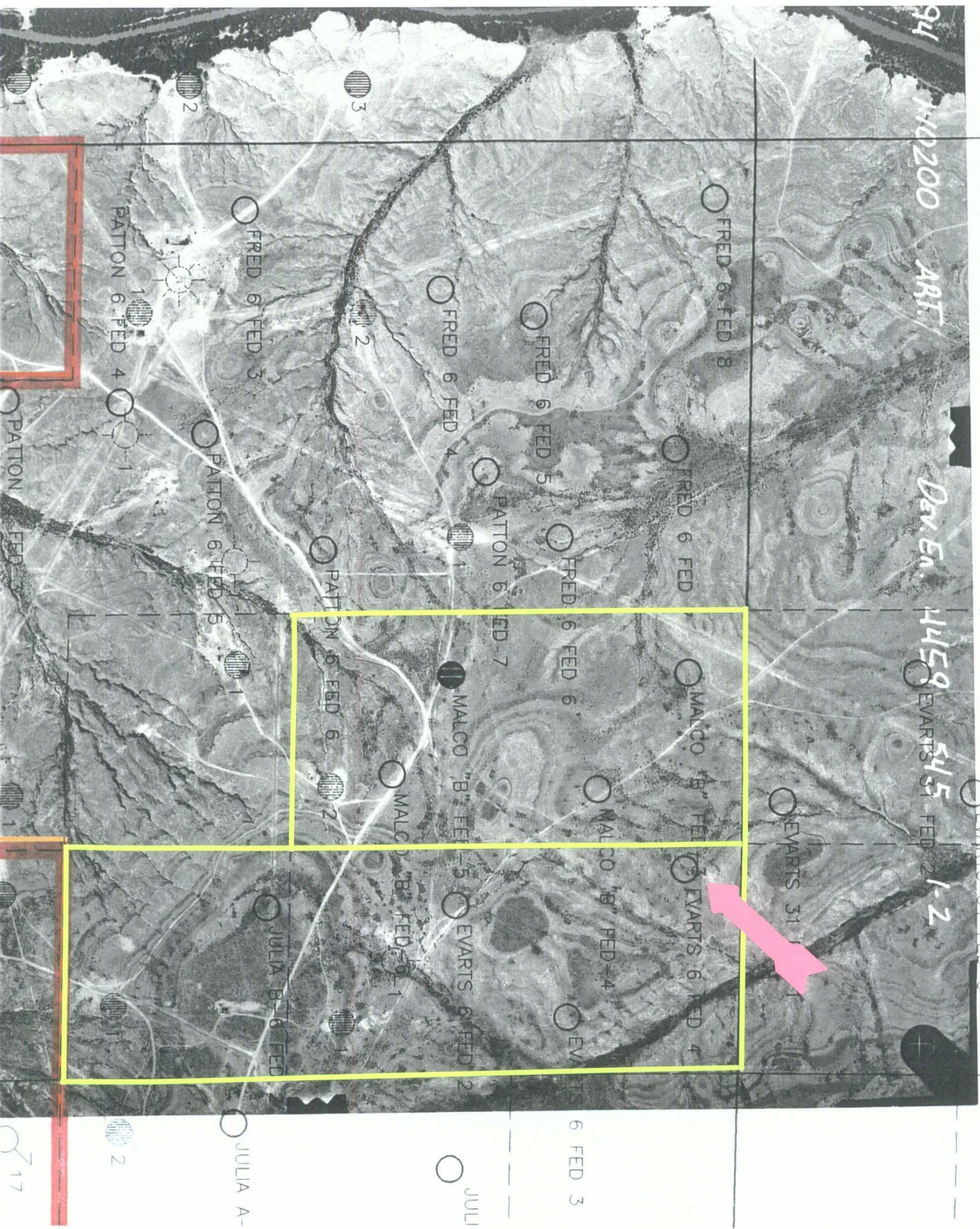


EXHIBIT D

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, reading "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



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
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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, reading "Diana Keys".

Diana Keys
Engineering Tech.

/dk

cc: Oil Conservation Division - Santa Fe, NM



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.

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Evarts "6" Federal #4
Non-Standard Location Approval
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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



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
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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, reading "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



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
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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)

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

Diana Keys
Engineering Tech.

/dk

cc: Oil Conservation Division - Santa Fe, NM