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

February 9, 1999

## **OVERNIGHT DELIVERY**

State of New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division 2040 South Pacheco Santa Fe, New Mexico 87505

RE: Request for Non-Standard Location Approval

Carlsbad "22H" State Com. # Eddy County, New Mexico

Gentlemen:

Devon Energy Corporation (Nevada) requests "Non-Standard Location" approval for the referenced well located at 1350' FNL and 660' FEL of Section 22, T21S, R26E in Eddy County, New Mexico. This unorthodox location is necessary as the standard location is impeded by a rancher's corral and was moved so as to be farther from his out buildings and corral.

Enclosed are a map of this area showing the well's location and a copy of form C-102.

Operators having wells in the offsetting 320-acre units will be notified, on this date, by certified mail. Copies of our letters of notification to the following operators are enclosed.

Carlsbad "22H" State Com. ## **NSL** Approval 2/9/99 Page Two

State of New Mexico Energy, Minerals and Natural Resources Dept Oil Conservation Division

Mewbourne Oil Company

Midland, Texas

Yates Petroleum Corporation

Artesia, New Mexico

Hanagan Petroleum Corporation Roswell, New Mexico

If you have any questions, please contact Wally Frank, the District Engineer, at (405) 235-3611, X4595.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

andace R. Graham

Ms. Candace R. Graham

Engineering Tech.

/cg

**Enclosures** 

cc:

NM Oil Conservation Division - Artesia, NM

Area Interest Owners

DEC - Engineer, Foreman, Landman

DISTRICT I P. O. Box 1980 -Hobbs, NM 88241-1980

State of New Mexico Energy, Minerals, and Natural Resources Department Form C-102 Revised 02-10-94

Instructions on back

Submit to the Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

# DISTRICT II P. O. Drawer DD Artesia, NM 88211-0719

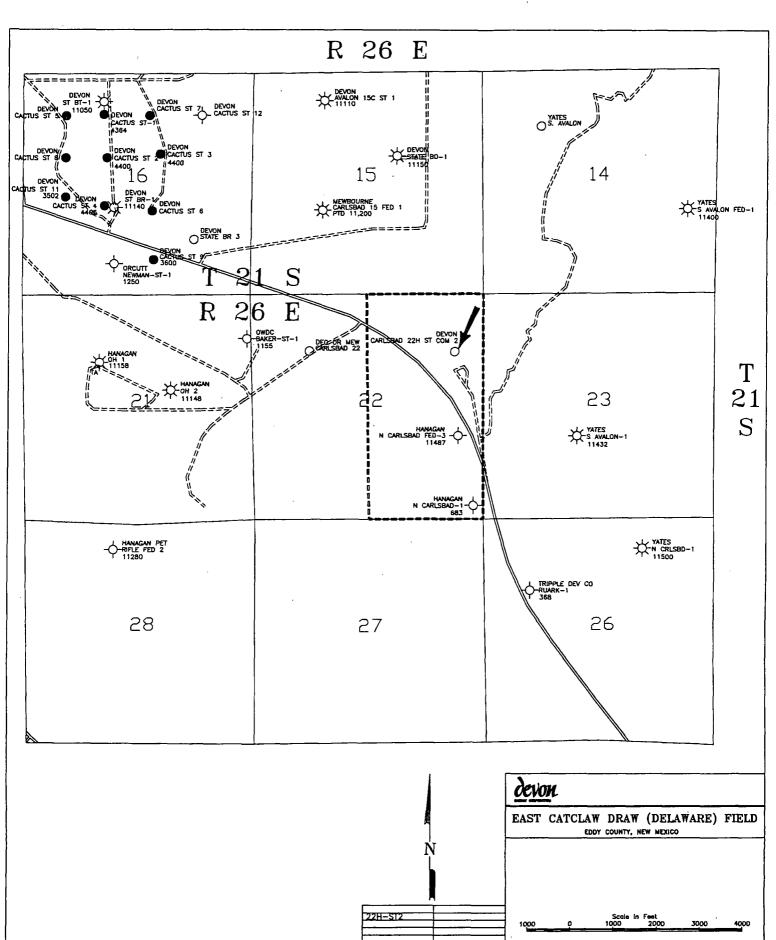
DISTRICT III
1000 Rio Brazos Rd. Aztec, NM 87410

## OIL CONSERVATION DIVISION P. O. Box 2088 Santa Fe, New Mexico 87504-2088

AMENDED REPORT

DISTRICT	_IV_				
P. O. Box	2088				
Santa Fe	NM 87507-2088	TOGARRON	ABITO	4000400	DEDICATION

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Peter janes specie ; \*

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

February 9, 1999

Certified Mail No. Z 068 589 218

Hanagan Petroleum Post Office Box 1737 Roswell, New Mexico 88202-1737

RE: Request for Non-Standard Location Approval Carlsbad "22H" State Com. #1 1350' FNL and 660' FEL of Section 22, T21S, R26E in Eddy County, New Mexico

## Gentlemen:

We have applied for a permit to drill the referenced well. This unorthodox location is necessary as the standard location is impeded by a rancher's corral and was moved so as to be farther from his out buildings and corral. Our proposed well site offsets the following properties, which our records show you operate.

N. Carlsbad Federal #3

N. Carlsbad #1

Carlsbad "22H" State Com. # NSL Approval 2/9/99
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, please contact Wally Frank, the District Engineer, at (405) 235-3611, X4595.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

Candace R. Graham

Ms. Candace R. Graham

Engineering Tech.

/cg

**Enclosures** 

cc: NM Oil Conservation Division - Santa Fe, NM NM Oil Conservation Division - Artesia, NM DEC - Engineer, Foreman, Landman

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

February 9, 1999

Certified Mail No. Z 068 589 219

Yates Petroleum Corporation 105 South 4th Artesia, New Mexico 88201

Attention: Ms. Janet Richardson

RE: Request for Non-Standard Location Approval Carlsbad "22H" State Com. #777 1350' FNL and 660' FEL of Section 22, T21S, R26E in Eddy County, New Mexico

## Gentlemen:

We have applied for a permit to drill the referenced well. This unorthodox location is necessary as the standard location is impeded by a rancher's corral and was moved so as to be farther from his out buildings and corral. Our proposed well site offsets the following property, which our records show you operate.

## S. Avalon #1

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, please contact Wally Frank, the District Engineer, at (405) 235-3611, X4595.

Sincerely yours,

DEVON ENERGY CORPORATION (NEVADA)

andace R. Graham

Ms. Candace R. Graham Engineering Tech.

/cg Enclosures

cc: NM Oil Conservation Division - Santa Fe, NM NM Oil Conservation Division - Artesia, NM DEC - Engineer, Foreman, Landman



COPY

Telephone: 405/552-4615 Fax: 405/552-8113

February 8, 1999

Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210 Attention: Janet Richardson

Re:

Carlsbad 22 H State Com #2 E/2 Section 22-T21S-R26E Eddy County, New Mexico

**DEVON ENERGY CORPORATION (NEVADA)** 

#### Gentlemen:

Devon Energy Corporation (Nevada) ("Devon") has recently filed a permit with the New Mexico Oil Conservation Division ("OCD") to drill the captioned well at a proposed unorthodox location of 1,350' FNL and 660' FEL, Section 22-T21S-R26E, Eddy County, New Mexico. The original orthodox location of 1,650' ENL and 660' FEL could not be staked because it was too close to buildings so the location was moved 300' to the north. The Carlsbad 22 H State Com #2 will be drilled to approximately 11,300' to test the Morrow formation. The proposed location is unorthodox and must be granted an exception to the spacing rules. Under Rule 104.F (2) the OCD may grant administrative approval if the designated operator of any adjoining or diagonal spacing unit, to which the well will encroach, waive objection to the proposed location.

A successful response from you will eliminate the necessity to conduct a full OCD hearing on this matter and expedite our efforts. However, if you object to the location, your expression of opposition must be filed with the OCD within twenty (20) days from the date this notice was mailed.

Devon respectfully requests that you waive objection to the drilling of the Carlsbad 22 H State Com. #2 at the proposed location and evidence your acceptance by executing and returning a copy of this letter to the undersigned at the above address.

Sincerely,

Carladia	
Carla D. Wood Landman	
cdw:mkb\yates.2	
enc.	
AGREED TO AND ACCEPTED THIS DAY OF, 19	99.
YATES PETROLEUM CORPORATION	
By:	



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

## February 9, 1999

Certified Mail No. Z 068 589 220

Mewbourne Oil Company 500 West Texas, Suite 1020 Midland, Texas 79701

Attention: Mr. Steve Cobb, District Landman

RE: Request for Non-Standard Location Approval

Carlsbad "22H" State Com. #4 1350' FNL and 660' FEL of Section 22, T\( \text{21S}, R26E \) in Eddy County, New Mexico FEB I D 1999

## Gentlemen:

We have applied for a permit to drill the referenced well. This unorthodox location is necessary as the standard location is impeded by a rancher's corral and was moved so as to be farther from his out buildings and corral. Our proposed well site offsets the following property, which our records show you operate.

Carlsbad 15 Federal #1

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

Carlsbad "22H" State Com. #1 NSL Approval 2/9/99 Page Two

Please accept this certified letter as notification. If you have any questions, please contact Wally Frank, the District Engineer, at (405) 235-3611, X4595.

Sincerely yours,

**DEVON ENERGY CORPORATION (NEVADA)** 

Candace R. Iraham

Ms. Candace R. Graham Engineering Tech.

/cg Enclosures

cc: NM Oil Conservation Division - Santa Fe, NM NM Oil Conservation Division - Artesia, NM DEC - Engineer, Foreman, Landman



COFT

Telephone: 405/552-4615 Fax: 405/552-8113

February 8, 1999

Mewbourne Oil Company 500 W. Texas, Suite 1020 Midland, Texas 79701

Attn: Steve Cobb, District Landman

Re:

Carlsbad 22 H State Com #2 E/2 Section 22-T21S-R26E Eddy County, New Mexico

## Gentlemen:

Devon Energy Corporation (Nevada) ("Devon") has recently filed a permit with the New Mexico Oil Conservation Division ("OCD") to drill the captioned well at a proposed unorthodox location of 1,350' FNL and 660' FEL, Section 22-T21S-R26E, Eddy County, New Mexico. The original orthodox location of 1,650' FNL and 660' FEL could not be staked because it was too close to buildings so the location was moved 300' to the north. The Carlsbad 22 H State Com #2 will be drilled to approximately 11,300' to test the Morrow formation. The proposed location is unorthodox and must be granted an exception to the spacing rules. Under Rule 104.F (2) the OCD may grant administrative approval if the designated operator of any adjoining or diagonal spacing unit, to which the well will encroach, waive objection to the proposed location.

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Devon respectfully requests that you waive objection to the drilling of the Carlsbad 22 H State Com. #2 at the proposed location and evidence your acceptance by executing and returning a copy of this letter to the undersigned at the above address.

Sincerely,

DEVON ENERGY CORPORATION (NEVADA)	
Jarla D. Wood	
Carla D. Wood	
Landman	
cdw:mkb\mewbourne.3	
enc.	
AGREED TO AND ACCEPTED THIS DAY OF, 19	999.
MEWBOURNE OIL COMPANY	
By:	

PS Form 3811. December 1994

102595-97-B-0179

Domestic Return Receipt

**DEVON ENERGY CORPORATION (NEVADA)** 20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260

Voice (405) 235-3611 (405) 552-4667 -4621 or

DATE: 2-9-1999

No. of pages following:

\*\*No. of pages following:

\*\*Yates acceptance\*\*\*

FROM: (405)552-Candi Graham X4520

RE: Carlsbad 22H2+ Cont NOTE: some of the pages faxed (4 mailed) 2/9/99 listed this well as #1. Please change to well # 2. Thanks to

TO: Santa Fe office mike Stogner X8185

**COMPANY:** NMOCD

Fax Telephone Voice Telephone (505) 827-7131 827-1389

Comments:

copy to follow by overnight very to Santa Fe



Telephone: 405/552-4615 Fax: 405/552-2119

February 8, 1999

Mewbourne Oil Company 500 W. Texas, Suite 1020 Midland, Texas 79701 Attn: Steve Cobb, District Landman

Re:

Carishad 22 H State Com #2 E/2 Section 22-T21S-R26E Eddy County, New Mexico

### Gentlemen:

Devon Energy Corporation (Nevada) ("Devon") has recently filed a permit with the New Mexico Oil Conservation Division ("OCD") to drill the captioned well at a proposed unorthodox location of 1,350' FNL and 660' FEL, Section 22-T21S-R26E, Eddy County, New Mexico. The original orthodox location of 1,650' FNL and 660' FEL could not be staked because it was too close to buildings so the location was moved 300' to the north. The Carlabad 22 H State Com #2 will be drilled to approximately 11,300' to test the Morrow formation. The proposed location is unorthodox and must be granted an exception to the spacing rules. Under Rule 104.F (2) the OCD may grant administrative approval if the designated operator of any adjoining or diagonal spacing unit, to which the well will encroach, waive objection to the proposed location.

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Sincerely,

DEVON ENERGY CORPORATION (NEVADA)

Carla D. Wood

Landman

c.empodwaniedam:wbo

agreed to and accepted this  ${\color{red} {\cal D}^-}$  day of  ${\color{gray} {}_{\perp}}$ 

tebruary

1999.

MEWBOURNE OIL COMPANY

By: Spris CM-

Title: DISTRICT LANDMAN

TOTAL P.001

Page 1

From:

Carla Wood

To:

Candi Graham; George Davis; Gregg Jacob; Wally ...

Date: Subject: Wed, Feb 10, 1999 12:49 PM Carlsbad 22 H State Com #2

I spoke with Yates, they have evaluated our letter waiving objection to the unorthodox location and do not have a problem with it. It is in management hands to execute. It may take a week to get. They are not anticipating a problem though.

DEVON CORPORA

20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260 Telephone: 405/552-4615 Fax: 405/552-8113

February 8, 1999

Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210 Attention: Janet Richardson

Re:

Carlsbad 22 H State Com #2 E/2 Section 22-T21S-R26E Eddy County, New Maxico

Post-It* Fax Note 7671	Date 2 -   7 9 pages
To Carla D. Worl	From anticle.
Co./Dept.	Ca. yetus
Phone #	Phone BRIGING TO FALCON
FAX 9 405-552-8 113	Fax # BY MAIL!

#### Gentlemen:

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Sincerely,

DEVON ENERGY CORPORATION (NEVADA)

Carla D. Wood Landman

cdw:mkb\yetes.2

enc.

AGREED TO AND ACCEPTED THIS 12th DAY OF February 1999

YATES PETROLEUM CORPORATION

Title: Actorney-in-Fact

DEVON ENERGY CORPORATION (NEVADA) 20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260

Voice (405) 235-3611 Fax (405) 552-4667 or -4621

DATE: 2-9-1999

No. of pages following:

Mewbourne + Yates acceptance X

FROM: (405)552 Candi Graham X4520

NOTE: some of the pages
faxed (4 mailed) 2/9/99 listed
this well as #1. Please change
to well # 2. Thanks

TO: Santa Fe office mike Stogner X8185

COMPANY:

Fax Telephone	Voice Telephone
(505) 827-1389	(505) 827-7131

Comments:

(R-4861, 11-1-74) Ext: Lots 11, 12, 13, 14 & SW/4 Sec 2 (R-5102, 10-1-24. N/2 Sec 28 (R-6033, 7-1-79) Ext: Lots 9, 10, 15, 16 & SE/4 Sec 2  R-6876, 1-22-82) Ext: Lots 1 thru 8 sec 2 (R-6912, 3-5-82)  Ext: All Sec. 15 (R-11005, 7-24-98) Ext: 4/2 Sec. 22 (R-11067, 10-20-98)  Ext: All Secs. 17 and 18, All Sec. 20, 6/2 Sec. 29, All Sec. 30 (R-11122, 1-21-99)	xt. N/2 Sec 28 (R-6033 7-1-79) Ext: Lots 9,10, 15,16 & SE/4 Sec 2 R-6876,1-22-82 Ext: Lots 1 thru 8 sec 2 (R-6912, 3-5-82) Ext: All Sec. 15 (R-11005, 7-24-98) Ext: 4/2 Sec. 22 (R-11067, 10-20-98)	int N/1 Sec. 18 (A-6033 7-1-29) Fut: Lots 9 10 15 14 & SECUL R-5/02, 1
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41. All Sec. 15 (R-11005, 7-24-98) Ext: 4/2 Sec. 22 (R-11067, 10-20-48) 47. All Secs, 17 and 18, All Sec. 20, 1/2 Sec. 29, All Sec. 30 (R-11122,1-21-99)	47: All Sec. 15 (R-11005, 7-24-98) Ext: 4/2 Sec. 22 (R-11067, 10-20-98) 47: All Secs. 17 and 18, All Sec. 20, 11/2 Sec. 29, All Sec. 30 (R-11122, 1-21-99)	R-6876, 1-22-82   Ext: Lots / thru 8 sec 2 (R-6912, 3-5-82)
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		-x1. All Secs, 17 and 18, All Sec. 20, 1/2 Sec. 29, All Sec. 30 (R-11/22, 1-21-99)

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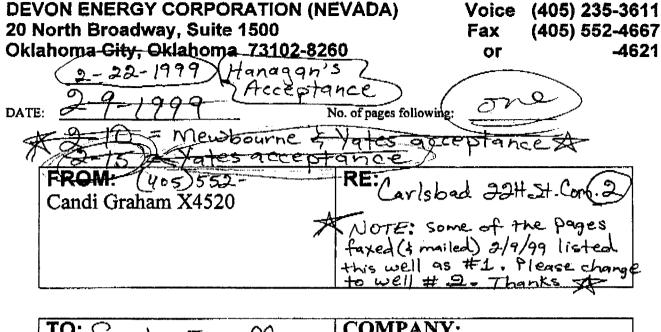
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PF07 BKWD PF08 FWI	PF09 PRINT	PF10 SDIV PF11	PF12

Date: 2/10/99 Time: 08:33:51 AM

\_ J . }



TO: Santa Fe office mike Stogner X8185	COMPANY: UMOCD
--	-------------------

Fax Telephone	Voice Telephone
(505) 827-1389	(505) 827-7131

Artesia (505)748-9720



Prod File Engr Geol Land Foreman

PHONE 505 - 623-5053 400 N. KENTUCKY AVE. POST OFFICE BOX 1737 ROSWELL, NEW MEXICO 88202-1737

February 16, 1999

Devon Energy Corporation 20 North Broadway, Suite 1500 Oklahoma City, OK 73102-8260

Attn: Candace R. Graham

Re: Request for Non-Standard Location Approval Carlsbad "22H" State Com. #1. 1350' FNL & 660' FEL Sec. 22, T21S, R26E Eddy Co., New Mexico

Dear Ms. Graham:

In reference to your letter dated 2/9/99, this is to advise you that Hanagan Petroleum Corporation has no objections to the unorthodox location for the captioned well.

If you need anything further, please advise.

Sincerely,

HANAGAN PETROLEUM CORP.

Michael G. Hanagar, President

RECEIVED

FEB 2 2 1999

PRODUCTION DEPT.