

Devon Energy Production Company, L.P. 333 West Sheridan Avenue Oklahoma City, OK 73102 405 235 3611 Phone www.devonenergy.com

Writer's direct dial 405 552 3365 zach.graham@dvn.com

March 11, 2015

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

Chevron USA, Inc. 1400 Smith St. Houston, Texas 77002 Attn: Kelly Bass Certified Mail #9171999991703089243909

RKC, Inc. 7500 East Arapahoe Rd., Ste 380 Centennial, CO 80112-6116 Certified Mail #9171999991703089243916

Re:

Willow Lake 35 Fed Com 2H SHL 235' FSL & 1350' FEL BHL 330' FNL & 1980' FEL Section 35, T24S-R28E Eddy County, New Mexico

Gentlemen:

Devon Energy Production Company, L.P. ("DEPCO") proposes to drill the referenced horizontal well to an approximate TVD of 8,367' and an approximate TMD of 13,444' in order to test the Bone Spring formation.

To facilitate this project, DEPCO also proposes forming a 160-acre Project Area consisting of the W/2 E/2 of Section 35, T 24S-R28E, Eddy County, NM. This Project Area will be made up of Federal Lease USA NMNM 25953 and Fee Minerals, insofar as it covers W/2 E/2 of Section 35, T24S-R28E, Eddy County, NM. Accordingly, Chevron USA, Inc. would have an 18.75% WI and RKC, Inc. would have a 6.25% WI in the proposed Project Area and well.

Enclosed you will find DEPCO's AFE for the procedure reflecting our estimated completed well cost of \$7,783,622. A proposed JOA will be mailed under separate cover. If you elect to participate in this well, please return to my attention via mail, email, or fax @ 405-234-2644 a signed AFE, four signed sets of signature pages to the Communitization Agreement, and your most updated well requirement sheet including email addresses. If returned by email or fax, the signature will be deemed an original response.

If you have any questions concerning this proposal, please contact the project engineer, Ryan Dzurisin at 405-228-2469 or the undersigned at 405-552-3365.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Zach Graham Landman Oil Conservation Division

Case No. ______ Exhibit No. ____



Devon Energy Production Company, L.P. 333 West Sheridan Avenue Oklahoma City, OK 73102 405 235 3611 Phone www.devonenergy.com

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April 22, 2015

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED #9171999991703564160066

EOG Resources, Inc. PO Box 4362 Houston, TX 77210-4610

Re:

Willow Lake 35 Fed Com 2H SHL 235' FSL & 1350' FEL BHL 330' FNL & 1980' FEL Section 35, T24S-R28E Eddy County, New Mexico

Gentlemen:

Devon Energy Production Company, L.P. ("DEPCO") proposes to drill the referenced horizontal well to an approximate TVD of 8,367' and an approximate TMD of 13,444' in order to test the Bone Spring formation.

To facilitate this project, DEPCO also proposes forming a 160-acre Project Area consisting of the W/2 E/2 of Section 35, T 24S-R28E, Eddy County, NM. This Project Area will be made up of Federal Lease USA NMNM 25953 and Fee Minerals, insofar as they covers W/2 E/2 of Section 35, T24S-R28E, Eddy County, NM. You are receiving this proposal because you may own a contractual interest in this project area via a 1979 Joint Operating Agreement with Amoco Production Company as Operator.

Enclosed you will find DEPCO's AFE for the procedure reflecting our estimated completed well cost of \$7,783,622. A proposed JOA will be mailed under separate cover. If you elect to participate in this well, please return to my attention via mail, email, or fax @ 405-234-2644 a signed AFE and your most updated well requirement sheet including email addresses. If returned by email or fax, the signature will be deemed an original response.

If you have any questions concerning this proposal, please contact the project engineer, Ryan Dzurisin at 405-228-2469 or the undersigned at 405-552-3365.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Zach Graham