

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

September 20, 2004 Devon Energy Production Company, L.P. 20 North Broadway Oklahoma City, OK 73102 Attn: Lind Guthrie or To Whom It May Concern

RE: Devon Energy Production Company, L.P.

Apache 24 Fee # 6, located in Unit E (1980' FNL & 660' FWL) of

Section 24, Township 22 South, Range 30 East, Eddy County, New Mexico

API # 30-015-33248

Dear Ms. Guthrie or To Whom It may Concern,

In regards to the above referenced well, the New Mexico Oil Conservation Division (NMOCD) rescinds said application to drill (APD) per the letter of objection from IMC which Devon Energy received dated April 12, 2004.

I apologize for the lateness of this letter of notification.

Please call if you have any questions regarding this matter,

Respectfully yours,

Bryan G. Arrant PES

CC: Tim Gum, District Supervisor-Artesia

Dan Morehouse, Mine Engineering Superintendent for IMC

Well File



April 12, 2004

IMC Potash Carlsbad Inc. P. O. Box 71 1361 Potash Mines Road Carlsbad, New Mexico 88221-0071 505.887.2871

Karen Cottom
Engineering Technician
Devon Energy Production Company, L.P.
20 North Broadway
Oklahoma City, Oklahoma 73102-8260

Dear Ms. Cottom:

IMC Potash Carlsbad Inc. objects to the location of Devon Energy's Application to Drill the Apache 24 Fee #6, 1980' FNL, 660' FWL, Unit E Section 24, Township 22 South, Range 30 East, NMPM. This location is in an area clearly designated as measured ore by the BLM, and is in IMC's LMR containing valuable potash ore. IMC's 5 year mine plan shows we expect to mine within ¼ mile of this location in 2007.

Drilling the well applied for by Devon definitely constitutes a hazard to proposed mining in this area.

IMC Potash Carlsbad Inc. objects the drilling of a well at this location.

Sincerely,

Dan Morehouse Superintendent, Mine Engineering and Construction

CC:

Don Purvis

Charlie High

Joe Lara

Craig Cranston

Tim Gum

Joe Mraz