

April 26, 2000

Devon Energy Corporation
c/o James Bruce
P. O. Box 1056
Santa Fe, New Mexico 87504

Telefax No. (505) 982-2151

*Administrative Order NSL-******

Dear Mr. Bruce:

Reference is made to the following: (i) your original application on behalf of the operator, Devon Energy Corporation ("Devon") submitted to the New Mexico Oil Conservation Division ("Division") on October 5, 1998; (ii) the Division's initial response by letter dated April 6, 1999 from Mr. Michael E. Stogner, Engineer/Chief Hearing Officer in Santa Fe withdrawing this application; (iii) your re-submittal of this application to the Division on April 12, 1999; and (iv) the Division's records in Santa Fe including Division Cases No. 3211, 3212, and 11966: all concerning Devon's request for an unorthodox oil well location to be applicable to both the San Andres formation of the Red Lake (Queen-Grayburg-San Andres) Pool and the Northeast Red Lake-Glorieta-Yeso Pool for Devon's proposed Logan "35-B" Federal Well No. 7 (**API No. 30-015-30439**), to be drilled 1090 feet from the South line and 2120 feet from the West line (Unit N) of Section 35, Township 17 South, Range 27 East, NMPM, Eddy County, New Mexico.

The existing standard 40-acre oil spacing and proration unit in the Northeast Red Lake-Glorieta-Yeso Pool comprising the SE/4 SW/4 (Unit N) of Section 35 is currently dedicated to Devon's Logan "35-B" Federal Well No. 8 (**API No. 30-015-30440**) located at a standard oil well location 650 feet from the South line and 1800 feet from the West line of Section 35. This same 40-acre tract, being a standard oil spacing and proration unit for the San Andres formation, is to be dedicated to Devon's proposed Logan "35-B" Well No. 7.

The application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case No. 11,351 on January 18, 1996, which were applicable at the time this application was made.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox oil well location is hereby approved.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

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