

April 30, 2002

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

**Telefax No. (405) 552-4667**

**Attention: James Blount**  
*James.Blount@devn.com*

***Administrative Order NSL-4726 (SD)***

Dear Mr. Blount:

Reference is made to the following: (i) your application (*application reference No. pKRV0-2116556776*) submitted to the New Mexico Oil Conservation Division ("Division") on April 26, 2002; and (ii) the Division's records in Santa Fe: all concerning Devon Energy Production Company, L.P.'s ("Devon") request for an unorthodox infill oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SW/4 SW/4 (Unit M) of Section 17, Township 23 South, Range 31 East, NMPM, Los Medanos-Delaware Pool (40297), Eddy County, New Mexico.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

This 40-acre unit is currently dedicated to Devon's Pure Gold "C-17" Federal Well No. 13 (API No. 30-015-27501), located at a standard oil well location 330 feet from the South line and 730 feet from the West line of Section 17.

It is the Division's understanding that the S/2 of Section 17 is a single federal lease (U. S. Government lease No. NM-45235) with common ownership in which Devon is the leasehold operator; therefore, there are no adversely effected offsets to the subject 40-acre tract.

It is further understood that infill drilling within this lease will serve to drain additional reserves within the productive interval that might not otherwise be produced, and to provide for a more efficient production pattern within the Los Medanos-Delaware Pool.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox infill oil well location within the subject unit is hereby approved:

**Pure Gold "C-17" Federal Well No. 15**  
**1220' FSL & 1250' FWL.**

Further, the existing Pure Gold "C-17" Federal Well No. 13 and proposed Pure Gold "C-17" Federal Well No. 15 are to be simultaneously dedicated to the subject 40-acre oil spacing and