

devon

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

FAX

To: MIKE SNOGNER

From: KEN GRAY

Fax: 505-476-3462

Date: 12/10/04

Phone:

Pages: 6 (including cover page)

Re: KURLAND FED #2

CC:

☐ Urgent

☐ For Review

☐ Please Comment

☐ Please Reply

☐ Please Recycle

• Comments:

ATTACHED ARE WAIVER LETTERS EXECUTED
W/ A.7 OFFSET OPERATORS PURSUANT TO OUR
NSL APPLICATION OF 11/10/04.



RECEIVED

NOV 16 2004

FASKEN OIL AND
RANCH, LTD.
Devon Energy Corporation D.
20 North Broadway
Oklahoma City, Oklahoma 73102-8260
Fax 405-552-8113

November 10, 2004

Fasken Oil & Ranch, Ltd.
303 West Wall, Suite 1800
Midland, Texas 79701-5106
Attn: Sally Kwasnicka

Re: Kurland 6 Federal #2
Section 6-T21S-R27E
Eddy County, New Mexico


Gentlemen:

Attached you will find Devon Energy Production Company, L.P.'s administrative application for approval of an amendment to NMOCD Administrative Order NSL-4974, a copy of which is attached, for an unorthodox well location covering the referenced test well which has been approved for downhole commingling for the production of natural gas from the Burton Flat Morrow Gas and the Undesignated Alacran Hills Atoka Gas Pool. New Mexico Oil Conservation Division (NMOCD) records indicate that your company is the named operator of an offset spacing unit and are entitled to notice of this application in accordance with Division Rule 104 (f). Objections to this application should be submitted to the NMOCD. If you have no objection to this application, please so indicate by signing and returning one copy of this letter to the undersigned.

If there are any questions or if additional information is required, feel to call me at (405) 552-4633.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.


Ken Gray
Senior Land Advisor

KG:
Enclosures

Fasken Oil & Ranch, Ltd. has no objection to this administrative application for amendment to NMOCD Administrative Order NSL-4974.

By: Sally M. Kwasnicka
Title: Land Manager

*On the condition that Devon Energy Production Company, L.P. grant Fasken Oil and Ranch, Ltd., a like waiver on request.

devon

Devon Energy Corporation
20 North Broadway
Oklahoma City, Oklahoma 73102-8280
Fax 405-552-8113

November 10, 2004

Merit Energy Company
13727 Noel Road, Suite 500
Dallas, Texas 75240-1336
Attn: Anna M. McMin

Re: Kurland 6 Federal #2
Section 6-121S-R27E
Eddy County, New Mexico

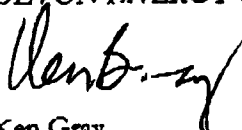
Gentlemen:

Attached you will find Devon Energy Production Company, L.P.'s administrative application for approval of an amendment to NMOCD Administrative Order NSL-4974, a copy of which is attached, for an unorthodox well location covering the referenced test well which has been approved for downhole commingling for the production of natural gas from the Burton Flat Morrow Gas and the Undesignated Alacran Hills Atoka Gas Pool. New Mexico Oil Conservation Division (NMOCD) records indicate that your company is the named operator of an offset spacing unit and are entitled to notice of this application in accordance with Division Rule 104 (f). Objections to this application should be submitted to the NMOCD. If you have no objection to this application, please so indicate by signing and returning one copy of this letter to the undersigned.

If there are any questions or if additional information is required, feel to call me at (405) 552-4633.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.


Ken Gray
Senior Land Advisor



KG:
Enclosures

Merit Energy Company has no objection to this administrative application for amendment to NMOCD Administrative Order NSL-4974.

By:  11/19/04

Title: WESTERN FOREMAN OPS ENR



Devon Energy Corporation
20 North Broadway
Oklahoma City, Oklahoma 73102-8260
Fax 405-552-8113

November 10, 2004

New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505
Attn: Michael Stogner

Re: Kurland 6 Federal #2
Section 6-T 1S-R27E
Eddy County, New Mexico

Gentlemen:

Devon Energy Production Company, L.P. (Devon), as Operator, has drilled and completed the referenced well in the Burton Flat Morrow Gas Pool and the Undesignated Alacran Hills-Atoka Gas Pool. Devon intends to downhole commingle the above-mentioned Pools and the NMOCD has approved such commingling under Administrative Order DHC-3323. The Kurland 6 Federal #2 is located at an unorthodox location of 3300' FSL & 660' FWL. The NMOCD has previously approved such unorthodox location with respect to the production of gas from the Burton Flat Morrow Gas Pool under administrative Order NSL-4974 dated December 31, 2003.

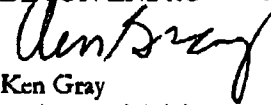
Inasmuch as this well will be producing from an unorthodox location from that permitted by the Burton Flat East Morrow Pool Rules and the Undesignated Alacran Hills Atoka Gas Pool, Devon respectfully requests that the Commission administratively approve an amendment to NSL-4974 to include both of the above mentioned Pools in accordance with Division Rule 104(F)(3). Fasken Oil & Ranch, Ltd. and Merit Energy Company as offset operators have been given notice of this application.

Attached you will find a land plat reflecting Fasken Oil & Ranch, Ltd. and Merit Energy Company as the offset operator, and a State of New Mexico form C-102.

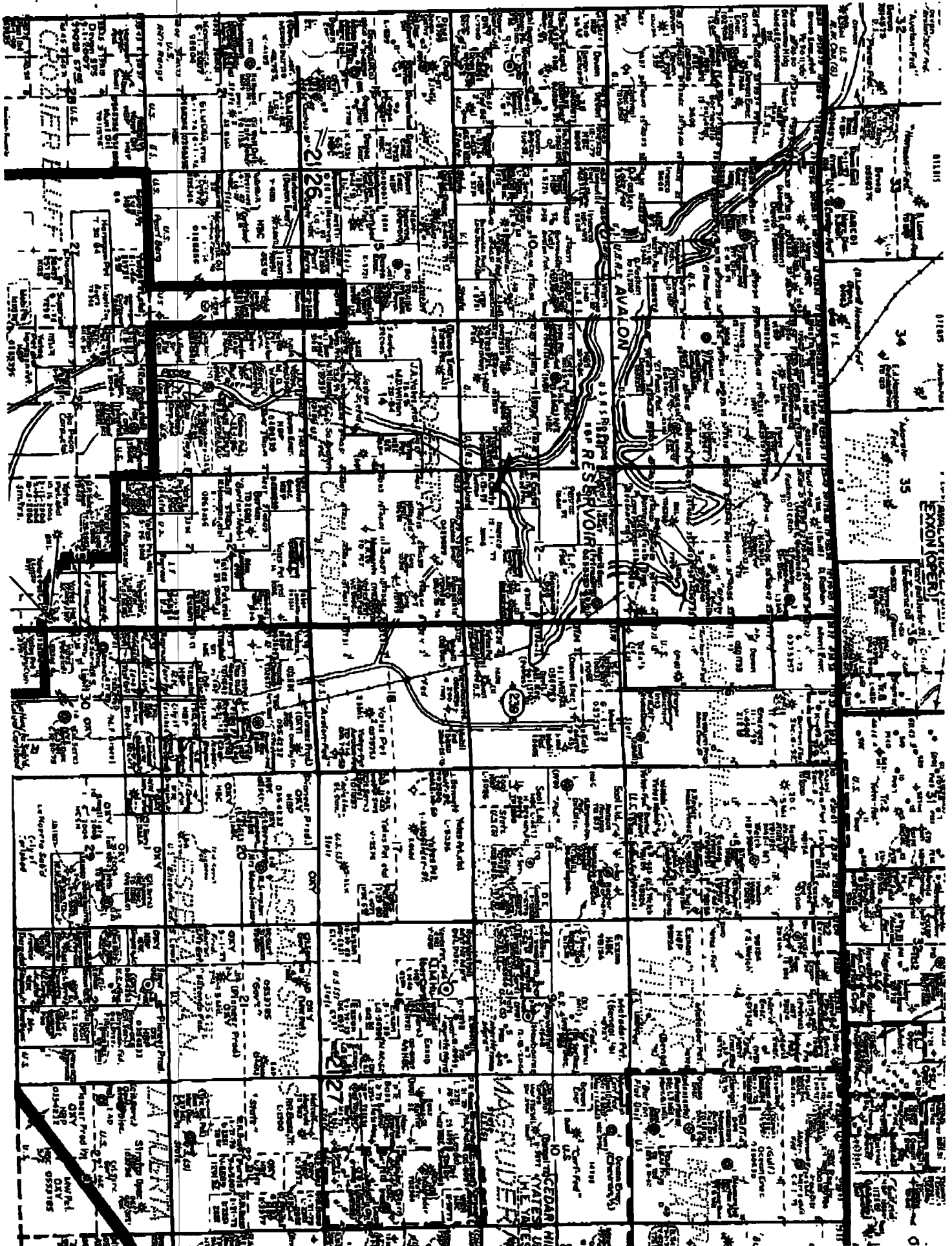
If there are any questions or if additional information is required feel free to call me at (405) 552-4633.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.


Ken Gray
Senior Land Advisor

Kg/
Enclosure



DISTRICT I

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

DISTRICT II

P.O. Box 80, Artesia, NM 88211-0080

DISTRICT III

1000 Rio Grande Rd., Aztec, NM 87413

DISTRICT IV

P.O. Box 2000, Santa Fe, N.M. 87504-2000

State of New Mexico

Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

Form C-102

Revised February 10, 1994

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 73320	Pool Name BURTON FLAT: MORROW EAST (GAS)
Property Code	Property Name KURLAND "6" FEDERAL	Well Number 2
OGED No. 6137	Operator Name DEVON ENERGY PRODUCTION CO., L.P.	Elevation 3188'

Surface Location

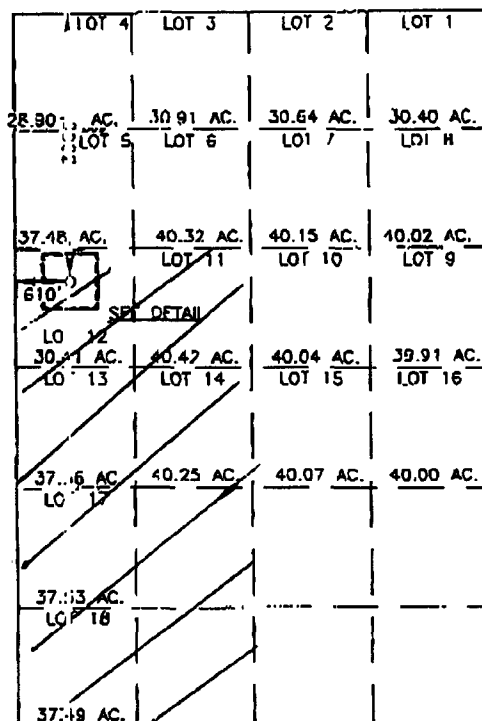
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12	6	21-S	27-E		3000	NORTH	610	WEST	FDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres 308	Joint or Infill	Consolidation Code	Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



SCALE: 1" = 2000'

GEODETIC COORDINATES
NAD 27 NME
Y = 550798.5 N
X = 530342.8 E
LAT. 32°30'51.18"N
LONG. 104°14'05.63"W

OPERATOR CERTIFICATION

I hereby certify the the information
contained herein is true and complete to the
best of my knowledge and belief.

Signature

Karen Cotton

Printed Name

Operations Technician

Title

November 7, 2003

Date

SURVEYOR CERTIFICATION

I hereby certify that the well location shown
on this plat was plotted from field notes of
actual surveys made by me or under my
supervision and that the same is true and
correct to the best of my belief

OCTOBER 10, 2003

Date Surveyed

A.

Signature & Seal of
Professional Surveyor

Karen Cotton 10/15/03
03.11.1117

Certificate No. GARY EIDSON

18641

TRANSACTION REPORT

P.01

DEC-10-2004 FRI 09:07 AM

FOR:

RECEIVE

DATE	START	SENDER	RX TIME	PAGES	TYPE	NOTE	M#	DP
DEC-10	09:05 AM		1' 49"	6	RECEIVE	OK		