

March 23, 1998

Devon Energy Corporation 20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260 Attention: E. L. Buttross, Jr.

Administrative Order NSL-3982

Dear Mr. Buttross:

Reference is made to your application dated March 2, 1998 for an unorthodox oil well location in the Red Lake Queen-Grayburg-San Andres Pool for the proposed Carter Collier "5" Federal Well No. 9 (API No. 30-015-29995) to be drilled 330 feet from the North line and 2360 feet from the East line (Lot 2/Unit B) of Section 5, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico, whereby Lot 2 of said Section 5 is to be dedicated to said well to form a standard 40.94-acre oil spacing and proration unit for said pool.

The subject application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

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

Sincerely,

notenbery

Lori Wrotenbery Director

LW/MES/kv

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