

Richard Winchester Land Advisor

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

July 29, 2004

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

To Working Interest Owners See Address List Attached

Re:

Mad Dog 15 Federal Com #1 SHL - 660' FSL & 660' FEL BHL - 990' FSL & 1080' FEL Section 15-T23S-R34E Lea County, New Mexico

RECEIVED

AUG 0 2 2004 OIL CONSERVATION DIVISION



Gentlemen:

By letter dated April 7, 2004 Devon Energy Production Company, L.P. proposed the formation of a standard 320-acre gas spacing unit consisting of the E/2 of Section 15-T23S-R34E, Lea County, New Mexico and the drilling of the Mad Dog 15 Federal Com #1 well. Not all working interest owners elected to participate in said well or otherwise commit their interest in the spacing unit.

In response, Devon filed for compulsory pooling with the New Mexico Oil Conservation Division. Case No. 13286 was heard June 24, 2004 and Compulsory Pooling Order R-12175 was issued July 22, 2004. Enclosed is a copy of the Order and Devon's AFE reflecting estimated dry hole costs to be \$3,126,031 and completed well costs to be \$3,995,342. Please make your election in accordance with the provisions of said Order within the time frame prescribed.

If you have any questions concerning the pooling order or the AFE, please contact the undersigned at 405-228-4415.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

C. Winkert

Richard C. Winchester

Land Advisor

cc:

New Mexico Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, NM 87505

Working Interest Owners Mad Dog 15 Federal Com #1

Charles C. Albright, III, Trustee 729 W. 16th Street, #B8

Costa Mesa, CA 92627

Certified Mail #7003-1680-0002-1821-4377

Vicki A. Shore P. O. Box 1884

Midland, TX 79702

Certified Mail #7003-1680-0002-1821-4384

Constance B. Cartwright

River House 435 East 52nd Street New York, NY 10022 Certified Mail #7003-1680-0002-1821-4391

Axis Energy Corporation

P. O. Box 219303

Houston, TX 77218-9303

Certified Mail #7003-1680-0002-1821-4407

Nedwoc Corporation P. O. Box 2377

Midland, TX 79702

Certified Mail #7003-1680-0002-1821-4414

Lillian E. and Kenneth E. Rutherford

321 Grove Drive

Portola Valley, CA 94025

Certified Mail #7003-1680-0002-1821-4421

Charles C. Albright, III (Alternate Address)

1600 Dove Street, Suite 220 Newport Beach, CA 92660

Certified Mail #7003-1680-0002-1821-4438