



RECEIVED OOD

2014 MAY 22 P 1:52

Samuel Walker  
Landman

Devon Energy Corporation  
333 West Sheridan Avenue  
Oklahoma City, Oklahoma 73102-8260  
Office: (405) 228-4342  
Fax: (405) 234-2634

May 15, 2014

New Mexico Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, NM 87505  
Attn: David Brooks

Re: Proposed Expansion of the  
Burton Flat Deep Unit  
Eddy County, New Mexico

Gentlemen:

Devon Energy Production Company, L.P., ("Devon") received preliminary approval for the expansion of the Burton Flat Unit ("Unit") to include Lot 22 of Section 2, Township 21 South, Range 27 East, Eddy County, NM, from the New Mexico Oil Conservation Division, the New Mexico State Land Office, and the Bureau of Land Management. As a regulatory state agency within the state of New Mexico, please accept this notice of expansion of the Unit. Per the preliminary approval, the effective date of the expansion is to be from the onset of production of unitized substances, or October 1, 2013, whichever is earlier upon execution of the necessary parties. Enclosed, please find a copy of the preliminary expansion approval letters from the BLM and the SLO and a plat showing the current Unit boundary and the proposed expansion.

If you have any questions, please give me a call at (405)-228-4342.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

A handwritten signature in black ink, appearing to read "Samuel Walker", written over a horizontal line.

Samuel Walker  
Landman



# United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Pecos District

Carlsbad Field Office

620 E. Greene

Carlsbad, New Mexico 88220-6292

[www.blm.gov/nm](http://www.blm.gov/nm)



NM70798X  
3180 (P0220)

OCT 29 2013

Reference:

Proposed Expansion of the  
Burton Flat Deep Unit NM70798X  
Eddy County, New Mexico

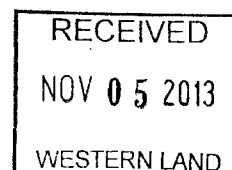
CERTIFIED—RETURN RECEIPT REQUESTED  
7012 3460 0001 7403 9496

Devon Energy Corporation  
333 West Sheridan Avenue  
Oklahoma City, Oklahoma 73102-8260

Gentlemen:

Your application of October 16, 2013, requests preliminary approval of the proposed expansion of the Burton Flat Deep Unit Area, Eddy County, New Mexico. This expansion will add 40 acres to the 3,914.62 acres, resulting in an enlarged unit area of 3,954.62 acres, more or less, as logically subject to exploration and development under the unitization provisions of the Mineral Leasing Act as amended.

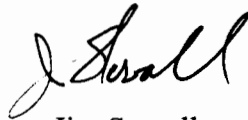
The expansion is regarded as acceptable on the basis of the geologic/reservoir information accompanying your application. We hereby concur in the proposed expansion, provided it is accomplished pursuant to Section 2 of the unit agreement. The effective date of the proposed expansion will be October 1, 2013, and it shall become effective as of this date or from the onset of production of unitized substance, whichever is earlier upon execution of the necessary parties, notwithstanding the date of execution, and in accordance with your application, pursuant to Section 2(a). Our concurrence is subject to like concurrence by the State Commissioner of Public Lands.



A minimum of four copies of the application for final approval, accompanied by the appropriate joinders and supplements to Exhibits "A" and "B" should be filed with the Authorized Officer. The format of Exhibit "B" attached with your application is acceptable.

Please contact Edward G. Fernandez, Petroleum Engineer at 575-234-2220 if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read "J. Stovall".

Jim Stovall  
Field Manager,  
Carlsbad Field Office

cc: Commissioner of Public Lands  
ONRR, Denver (MS357B-1)  
New Mexico Taxation & Revenue Dept.  
Revenue Processing Division  
LLNM9210  
NMP0220, Unit File



**Ray Powell, M.S., D.V.M.**  
**COMMISSIONER**

*State of New Mexico*  
*Commissioner of Public Lands*

310 OLD SANTA FE TRAIL  
P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148

**COMMISSIONER'S OFFICE**

Phone (505) 827-5760

Fax (505) 827-5766

[www.nmstatelands.org](http://www.nmstatelands.org)

November 8, 2013

Devon Energy Corporation  
333 West Sheridan Avenue  
Oklahoma City, Oklahoma 73103-8260

Attention: Mr. Samuel Walker

Re: Preliminary Approval for Proposed Expansion of the Burton Flat Deep Unit  
Eddy County, New Mexico

Dear Mr. Walker:

This office has received your letter of October 16, 2013 wherein you have requested preliminary approval for the Expansion of the Burton Flat Deep Unit area, Eddy County, New Mexico. The proposed unit agreement meets the general requirements of the Commissioner of Public Lands, who has this date granted you preliminary approval as to form and content.

Preliminary approval shall not be construed to mean final approval of this agreement in any way and will not extend any short term leases, until final approval and an effective date have been given.

When submitting your agreement for final approval, please submit the following:

1. Application for final approval by the Commissioner.
2. Pursuant to SLO Rule 19.2.100.51, applications for approval shall contain a statement of facts showing:
  - a. That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy.
  - b. That under the proposed unit operation, the State of New Mexico will receive its fair share of the recoverable oil and gas in place under its lands in the proposed unit area.
  - c. That each beneficiary institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the unit area.
  - d. That such unit agreement is in other respects for the best interest of the trust.

**RECIEVED**

**NOV 20 2013**

**WESTERN LAND**


Devon Energy Corporation  
November 8, 2013  
Page 2

3. All ratifications from the Lessees of Record and Working Interest Owners. All signatures should be acknowledged by a notary and one set must contain original signatures.
4. Expansion/concurrence from the Bureau of Land Management.
5. Order of the New Mexico Oil Conservation Division. Our approval will be conditioned upon subsequent favorable approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.
6. The filing fee for a Unit Agreement expansion is \$30.00 for every section or partial section thereof. Please submit a filing fee in the amount of \$30.00.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.  
COMMISSIONER OF PUBLIC LANDS

BY:   
Larry J. Roybal, Director  
Oil, Gas and Minerals Division  
(505) 827-5744  
RP/LR/pm  
cc: Reader File,  
OCD-Attention: Mr. Ed Martin  
BLM Farmington-Attention: Mr. Wesley Ingram

ST NM K-6599

20

21

ST OF NM L0 1611

22

WAND

**Revised Exhibit A  
Proposed Burton Flat Deep Unit  
Eddy County, New Mexico**

29

USA NMNM-98124

**20S 28E**

ST NM L-6322

USA NMNM 0560294

USA NMNM 0428854

J A HARRELL ET AL

USA NMNM-108513

27

USA NMNM 0428854

USA NMNM 0560294

28

32

USA NMNM 36531

USA NMNM 18294

USA NMNM-008277

USA NMNM 0490463

USA NMNM 0490463

USA NMLC-062254A

USA NMNM 0428854

34

USA NMNM-0311499

USA NMNM 82992

35

ST OF NM L0 2766

USA NMNM 0560295

USA NMNM 0560290

ST OF NM L0 6523

ST OF NM L0 2766

USA NMNM-0560289

**21S 27E**

ST NM L 3568

ST NM V0 6283

**Legend**



Proposed Burton Flat Deep Unit



Existing Burton Flat Deep Unit



Townships



Sections



Devon Leasehold

USA NMNM 014768

10

11

0 1,000 2,000 4,000 Feet

ST NM V0 50

Made By: Daniel Slovacek  
Made For: Samuel Walker  
Date: 10/02/2013  
Counties: Eddy, NM



1:28,000

devon

Idvsn.com  
etwork\USA\Corporate\apps\app-data\GIS\gis\_data\Okc\_Land\Permian\_Basin\Area\_Map\New\_Mexico\NM\_EDDY\Burton\_Flat\_Deep\_Unit\Burton\_Flat\_Deep\_Unit\_Outline.mxd

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