Susana Martinez Governor

Dave Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary

January 14, 2016

James Bruce, Esq. Attorney for Devon Energy Production Company, L.P. 369 Montezuma, No. 213 Santa Fe, New Mexico 87501 jamesbruc@aol.com

Re: <u>Request for Extension of Time to Complete Well</u> Hadar 10 Federal Com Well No. 4H (30-015-42572) Division Order No. R-13989 (Case No. 15286)

Dear Mr. Bruce:

The Oil Conservation Division (OCD) received your letter regarding the referenced subject on January 13, 2016. It is our understanding that Devon Energy Production Company, L.P. is concerned that the current low oil prices will detrimentally affect the economics of completing this well and it would be advantageous to complete several of these nearby wells at the same time and consequently requests an extension to this compulsory pooling order.

The OCD has reviewed your request and hereby extends the date to commence the completion of this well on or before June 1, 2016.

If you have any question, please contact William V. Jones at <u>williamv.jones@state.nm.us</u> or call (505)-476-3477.

Sincerely;

DAVID R. CATANACH Director

DRC/wvjj

Cc: Oil Conservation Division – Artesia District Office Case file 15286



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January 11, 2016

David Catanach, Director Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

> Re: Request for Extension of well completion/Order No. R-13989 Devon Energy Production Company, L.P.

Case 15286 Dear Mr. Catanach:

The above order pooled certain interests into the Hadar 10 Fed. Com. Well No. 4H. The well has been timely commenced under the order. However, in addition to incurring a substantial completion delay due to not timely receiving the required BLM flowline right-of-way (received in December 2015), Devon is electing to further delay completion operations on the subject well (and a number of wells in the area) for the following reasons:

1. Due to oil prices, Devon has decided not to incur the huge completion expense at this time.

2. Devon desires, when it does complete the well, to complete a number of wells in the area serially, reducing well costs.

Pursuant to Ordering Paragraph (7) of the order, Devon requests an extension of time to begin completion operations until on or before June 1, 2016. Additional time may possibly be requested at a later date.

Your assistance in this matter is appreciated. Thank you.

Very truly yours. Attorney for Devon Energy Production Company, L.P.

RECEIVED OCD