# MILLER STRATVERT

**PROFESSIONAL ASSOCIATION** 

Ranne B. Miller Alice T. Lorenz Stephen M. Williams Stephan M. Vidmar Seth V. Bingham Jeffrey E. Jones James J. Widland Bradley D. Tepper Robin A. Goble James R. Wood Scott P. Hatcher Ann M. Conway Kelsey D. Green Marcy Baysinger Caroline Blankenship

<u>Counsel</u> James B. Collins

Terri S. Beach

Reply to Santa Fe

**Devon Energy Corporation** 

Phone: (405) 228-4416

Fax: (405) 552-8113

20 North Broadway Oklahoma City, Oklahoma 73102-8260

150 Washington Ave., Suite 300 Santa Fe, NM 87501

devon

Meg Muhlinghause Land Advisor

## VIA FACSIMILE AND CERTIFIED MAIL

January 11, 2006

Mr. Frank Nix LCX Energy, LLC 110 N. Marienfeld, Suite 200 Midland, Texas 79701

Re: 1725 Fed Com #61 Well 660' FNL & 760' FWL W/2 Section 6, T-17-S, R-25-E Eddy County, New Mexico

Dear Frank,

Reference is made to your letter dated January 6, 2006, which was in response to my letter to you dated December 6, 2005 concerning the captioned well. I appreciate receiving the drilling report and well cost information, but in order for Devon to make an informed decision, I am still in need of the well logs and Title Opinion which we have requested both verbally in our telephone conversations and in writing. I also need to express Devon's continued concern with LCX's apparrant lack of communication with Devon regarding this entire matter. The three and four week time lapses between letters sent to LCX and Devon receiving a response, does not exhibit that LCX is anxiously trying to work with Devon in a matter where LCX is clearly the offending party who has handled this situation improperly.

Please discuss Devon's concerns with LCX, forward the information requested to Devon, and get back to me at the letterhead address and/or phone number as soon as possible. Your prompt attention to this matter would be greatly appreciated.

Sincerely,

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Meg Muhlinghause Land Advisor

NMOCD CASE NO. 13628 MARCH 2, 2006 LCX ENERGY, LLC EXHIBIT NO. 9



Ranne B. Miller Alice T. Lorenz Stephen M. Williams Stephan M. Vidmar Seth V. Bingham Timothy R. Briggs Rudolph Lucero Deborah A. Solove Gary L. Gordon Lawrence R. White Virginia Anderman Marte D. Lightstone J. Scott Hall\* Thomas R. Mack Thomas M. Domme Ruth O. Pregenzer

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William K. Stratvert Sharon P. Gross

### Reply to Santa Fe

150 Washington Ave., Suite 300 Santa Fe, NM 87501

Mailing Address: P.O. Box 1986 Santa Fe, NM 87504-1986

Telephone: (505) 989-9614 Facsimile: (505) 989-9857

Writer's Direct E-Mail: shall@mstlaw.com

Board Certified Specialist: Natural Resources - Oil & Gas Law
\*\* Board Certified Specialist: Real Estate Law

January 30, 2006

## VIA FACSIMILE

Mr. Wm. F. Carr Holland & Hart Post Office Box 2208 Santa Fe, New Mexico 87504-2208

Re: NMOCD Cas LLC); 1725 F

NMOCD Case Nos. 13603 (Devon Energy Corporation) and 13628 (LCX Energy, LLC); 1725 Federal Com Well No. 61, W/2 Sec. 6, T17S, R25E, NMPM, Eddy County, New Mexico

Dear Bill:

I am informed that my January 27, 2006 settlement proposal letter on behalf of LCX Energy was forwarded to Ms. Meg Muhlinghause at Devon last Friday. However, I am not aware whether Devon has responded, one way or another.

The examiner hearing on the consolidated cases is scheduled for this Thursday, February 2, 2006, and witnesses will be required to travel to Santa Fe the day before. In order expedite resolution of this matter and, it is hoped, to avoid having the witnesses for both Devon and LCX make an unnecessary trip, we will need to be informed of Devon's acceptance or rejection of the settlement proposal reasonably in advance of the hearing.

Accordingly, if Devon's written acceptance of the January 27, 2006 settlement offer is not received before 3:00 MST tomorrow, January 31<sup>st</sup>, then the offer will automatically terminate.



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FARMINGTON

(505) 326-4521

LAS CRUCES (505) 523-2481

Mr. Wm. F. Carr January 30, 2006 Page 2 (· . ·

I will coordinate with Ocean Munds-Dry to see that this communication is forwarded to Devon in your absence. As before, the provisions of Rule 11-408 apply to this matter.

Very truly yours,

MILLER STRATVERT P.A.

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J. Scott Hall

JSH/glb cc: LXC Energy



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February 1, 2006

## VIA FACSIMILE

Mr. Wm. F. Carr Holland & Hart Post Office Box 2208 Santa Fe, New Mexico 87504-2208

> Re: NMOCD Case Nos. 13603 (Devon Energy Corporation) and 13628 (LCX Energy, LLC); 1725 Federal Com Well No. 61, W/2 Sec. 6, T17S, R25E, NMPM, Eddy County, New Mexico

Dear Bill:

Ocean Munds Dry informed me that my January 27 and January 30, 2006 settlement proposal fax letters on behalf of LCX Energy were not received by Ms. Meg Muhlinghause at Devon until yesterday and that she has requested additional time to consider the proposal. Further, as we discussed, before yesterday, I had not received your January 26, 2006 letter to the Division Director requesting a continuance, or Devon's Response To Motion To Quash and the Revised Pre-Hearing Statement.

It is clear the interests of both parties would be served by allowing additional time for Devon to consider the settlement proposal and for me to address those matters raised in your recent filings with the Division.

Accordingly, on behalf of LCX Energy, we agree (1) to extend the deadline for our receipt of written acceptance of the settlement proposal until Tuesday, February 7, 2006 at 3:00 p. m. MST,

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ALBUQUERQUE

(505) 842-1950



Mr. Wm. F. Carr February 1, 2006 Page 2

and (2) to the continuance of the hearing on the two cases until the February 16, 2006 examiner hearing docket.

Very truly yours,

MILLER STRATVERT P.A.

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J. Scott Hall

JSH/glb

cc: Michael Short Frank Nix Jim Bruce Gail MacQuesten



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February 1, 2006

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Mr. Wm. F. Carr February 1, 2006 Page 2

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Very truly yours,

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J. Scott Hall

JSH/glb

cc: Michael Short Frank Nix Jim Bruce Gail MacQuesten

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