



Sam McCurdy  
Landman

Devon Energy Corporation  
20 North Broadway  
Oklahoma City, Oklahoma 73102-8260  
Office: (405) 228-2406  
Fax: (405) 552-8113

April 6, 2010

VIA CERTIFIED MAIL #7009 3410 0000 3532 2584  
RETURN RECEIPT REQUESTED

Lime Rock Resources  
Heritage Plaza, Suite 4600  
1111 Bagby Street  
Houston, TX 77002  
Attn: Chuck Reagan

*phone called 1/5/10*

Re: Cooter 16 State #5H  
SHL 330' FSL & 2310' FEL  
BHL 330' FNL & 2310' FEL  
Section 16-T25S-R29E  
Eddy County, New Mexico  
DEC #34368-050; AFE #152255

Gentlemen:

Devon Energy Production Company, L.P., as operator, proposes to drill the referenced horizontal well to an approximate TVD of 7,600' and an approximate TMD of 12,000' in order to test the Bone Spring formation.

Enclosed you will find Devon's AFE, in duplicate, for the procedure reflecting our estimated dry hole cost to be \$1,709,000 and completed well cost of \$4,308,000. A Joint Operating Agreement will be provided in the near future for your review. An election to participate should be accompanied by an executed AFE and your well requirement sheet including email address.

If you have any questions concerning this proposal, please contact one of the following: the reservoir engineer, Adam Kline, at 405-552-7809, the operations engineer, Jim Cromer, at 405-228-4464, the geologist, Carl Burdick, at 405-552-1664 or the undersigned at 405-228-2406.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

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Landman

BEFORE THE OIL CONSERVATION DIVISION  
Santa Fe, New Mexico  
(Consolidated Case No.'s 14502 & 14503) Exhibit No. 3  
Submitted by:  
DEVON ENERGY PRODUCTION COMPANY, L.P.  
Hearing Date: July 8, 2010



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April 6, 2010

VIA CERTIFIED MAIL #7009 3410 0000 3532 2591  
RETURN RECEIPT REQUESTED

Lime Rock Resources  
Heritage Plaza, Suite 4600  
1111 Bagby Street  
Houston, TX 77002  
Attn: Chuck Reagan

Re: Cooter 16 State #6H  
SHL 330' FSL & 1650' FEL  
BHL 330' FNL & 1650' FEL  
Section 16-T25S-R29E  
Eddy County, New Mexico  
DEC #34368-060; AFE #152256

Gentlemen:

Devon Energy Production Company, L.P., as operator, proposes to drill the referenced horizontal well to an approximate TVD of 7,600' and an approximate TMD of 12,000' in order to test the Bone Spring formation.

Enclosed you will find Devon's AFE, in duplicate, for the procedure reflecting our estimated dry hole cost to be \$1,709,000 and completed well cost of \$3,988,000. A Joint Operating Agreement will be provided in the near future for your review. An election to participate should be accompanied by an executed AFE and your well requirement sheet including email address.

If you have any questions concerning this proposal, please contact one of the following: the reservoir engineer, Adam Kline, at 405-552-7809, the operations engineer, Jim Cromer, at 405-228-4464, the geologist, Carl Burdick, at 405-552-1664 or the undersigned at 405-228-2406.

Yours very truly,

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Fax: (405) 552-8113

April 6, 2010

VIA CERTIFIED MAIL #7009 3410 0000 3532 2607  
RETURN RECEIPT REQUESTED

Lime Rock Resources  
Heritage Plaza, Suite 4600  
1111 Bagby Street  
Houston, TX 77002  
Attn: Chuck Reagan

Re: Cooter 16 State #7H  
SHL 330' FSL & 770' FEL  
BHL 330' FNL & 990' FEL  
Section 16-T25S-R29E  
Eddy County, New Mexico  
DEC #34368-070; AFE #152257

Gentlemen:

Devon Energy Production Company, L.P., as operator, proposes to drill the referenced horizontal well to an approximate TVD of 7,600' and an approximate TMD of 12,000' in order to test the Bone Spring formation.

Enclosed you will find Devon's AFE, in duplicate, for the procedure reflecting our estimated dry hole cost to be \$1,709,000 and completed well cost of \$3,988,000. A Joint Operating Agreement will be provided in the near future for your review. An election to participate should be accompanied by an executed AFE and your well requirement sheet including email address.

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April 6, 2010

VIA CERTIFIED MAIL #7009 3410 0000 3532 2614  
RETURN RECEIPT REQUESTED

Lime Rock Resources  
Heritage Plaza, Suite 4600  
1111 Bagby Street  
Houston, TX 77002  
Attn: Chuck Reagan

Re: Cooter 16 State #8H  
SHL 330' FSL & 420' FEL  
BHL 330' FNL & 420' FEL  
Section 16-T25S-R29E  
Eddy County, New Mexico  
DEC #34368-080; AFE #152259

Gentlemen:

Devon Energy Production Company, L.P., as operator, proposes to drill the referenced horizontal well to an approximate TVD of 7,600' and an approximate TMD of 12,000' in order to test the Bone Spring formation.

Enclosed you will find Devon's AFE, in duplicate, for the procedure reflecting our estimated dry hole cost to be \$1,709,000 and completed well cost of \$3,988,000. A Joint Operating Agreement will be provided in the near future for your review. An election to participate should be accompanied by an executed AFE and your well requirement sheet including email address.

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