



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

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GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

November 13, 2002

Devon Energy Production Company, LP
20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260
Attention: Mr. James Blount
James.blount@dvn.com

Telefax No. (405) 552-4621

Administrative Order NSL-4809

Dear Mr. Blount:

30-015-32404

Reference is made to the following: (i) your application (*application reference No. pKRV0-229026916*) that was received by the New Mexico Oil Conservation Division ("Division") on October 11, 2002; and (ii) the Division's records in Santa Fe: all concerning Devon Energy Production Company, LP (Devon's) request for an unorthodox Bone Spring oil well location for its proposed H. B. 11 Federal Well No. 7 to be drilled 2550 feet from the South line and 1600 feet from the West line (Unit K) of Section 11, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico. The NE/4 SW/4 of Section 11 is to be dedicated to this well in order to form a standard 40-acre oil spacing and proration unit for the East Pierce Crossing-Bone Spring Pool (96473).

It is our understanding this unorthodox location was chosen based on topography and archeology concerns and that all of section 11 is common ownership.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox oil well location is hereby approved.

Sincerely

Lori Wrotenbery
Director

LW/wvjj

cc: New Mexico Oil Conservation Division - Hobbs
U. S. Bureau of Land Management - Carlsbad