TITLE ENGINEERING TECHNICIAN

TITLE

SUPERVISOR, DISTRICT III

DATE September 3, 2003

TELEPHONE NO. (405) 235-3611

I hereby certify that the information above is trate and complete to the best of my knowledge and belief.

in W. Gund

TYPE OR PRINT NAME

Conditions of approval, if any:

(This space for SI

Approved by



20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260 Telephone 405/228-7512 FAX 405/552-4667

September 3, 2003

Certified Mail No. 7001 0320 0004 3101 7355

Bureau of Land Management 2909 West Second Street Roswell, NM 88201

RE: Downhole Commingling
Eagle 34 Federal #31
Section 34 17S-27E Unit J
API #30-015-31736
Red Lake (Q-GB-SA) and

Red Lake (Glorieta-Yeso, Ne) fields

Eddy County, NM



Gentlemen:

Concerning the referenced enclosed please find the Form 3160-5 Sundry Notice of Intent to downhole commingle and attachments (and five copies).

Please direct inquiries concerning this notice to me at (405) 228-7512.

Yours truly.

Karen Cottom

Operations Technician

DEVON ENERGY PRODUCTION COMPANY, L.P.

/kac

c:

Enclosures

OCD w/C103 Sundry Notice of Intent & attachments

Eagle 34 Federal #31

Allocation Formula

Well Name	Producing Formation	Daily Production Test 3-4 month average	% of 1	otal Oil
Eagle 34 Federal #31	(96836)Red Lake Glorieta-Yeso, Ne	25 BO/ 127 MCF/ 14	47 BW	29 %
Eagle 34 Federal #31	(51300)Red Lake; Queen-Grayburg-S.	A 61 BO/ 100 MCF/ 31	17 BW	71 %

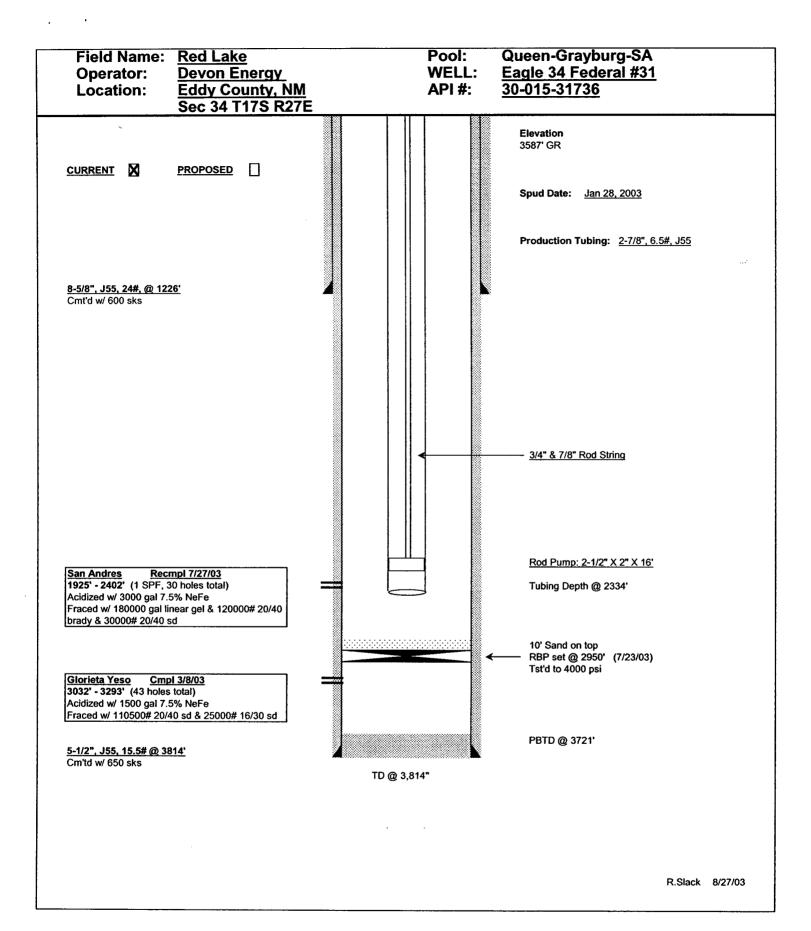
^{*} From attached production plots

The above production test represents stable production from a San Andres producer and a Yeso producer. We believe these rates of production represent an acceptable means to allocate production.

EAGLE 34 FEDERAL 31 Production Data Comparison Glorieta Yeso Vs San Andres

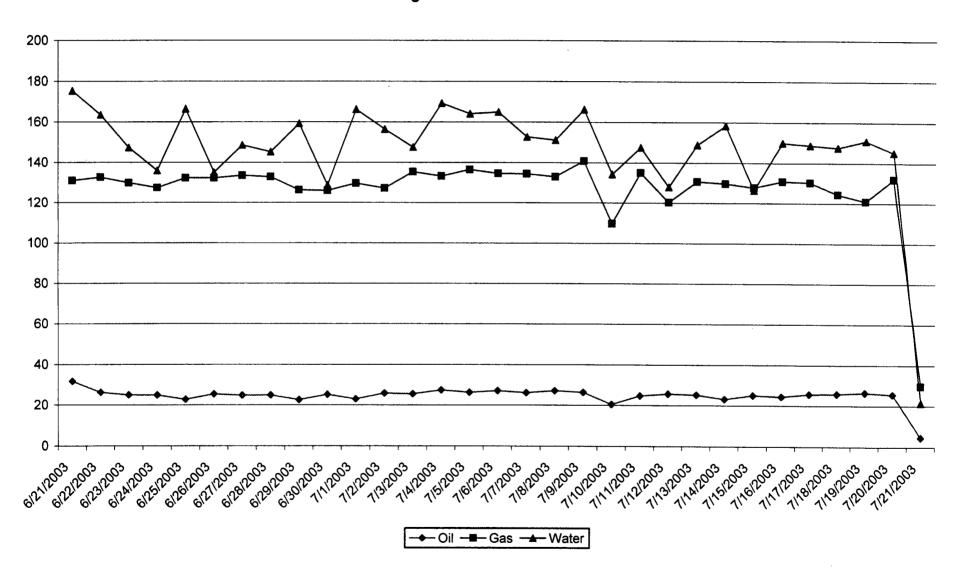
	(Slorieta Ye	so			S	an Andre	S
Date	Oil	Gas	Water		Date	Oil	Gas	Water
6/21/2003	32	131	175		7/26/2003	16	98	109
6/22/2003	26	133	163		7/27/2003	22	125	142
6/23/2003	25	130	147	1	7/28/2003	20	125	143
6/24/2003	25	127	136	1	7/29/2003	21	124	142
6/25/2003	23	132	166	1	7/30/2003	21	124	154
6/26/2003	25	132	135	1	7/31/2003	109	0	393
6/27/2003	25	134	149		8/1/2003	58	0	402
6/28/2003	25	133	145	1	8/2/2003	59	0	413
6/29/2003	23	126	159	1	8/3/2003	64	0	397
6/30/2003	25	126	129		8/4/2003	119	0	287
7/1/2003	23	130	166		8/5/2003	61	0	336
7/2/2003	26	127	156		8/6/2003	55	0	371
7/3/2003	25	135	148		8/7/2003	143	0	410
7/4/2003	27	133	169		8/8/2003	61	148	412
7/5/2003	26	136	164		8/9/2003	63	148	431
7/6/2003	27	135	165		8/10/2003	66	149	446
7/7/2003	26	134	153		8/11/2003	64	156	373
7/8/2003	27	133	151		8/12/2003	61	145	426
7/9/2003	26	141	166		8/13/2003	64	154	347
7/10/2003	21	110	134		8/14/2003	61	157	349
7/11/2003	25	135	147		8/15/2003	122	138	335
7/12/2003	26	120	128		8/16/2003	61	134	291
7/13/2003	25	131	149		8/17/2003	47	134	252
7/14/2003	23	130	158		8/18/2003	77	110	201
7/15/2003	25	128	127		8/19/2003	42	130	271
7/16/2003	24	131	150		8/20/2003	71	126	255
7/17/2003	26	130	149		8/21/2003	47	125	278
7/18/2003	26	124	148		8/22/2003	46	124	350
7/19/2003	26	121	151		8/23/2003	94	144	321
7/20/2003	26	132	145		8/24/2003	42	135	491
7/21/2003	5	30	22		8/25/2003	45	145	292
Average Prod	25	127	147			61	100	317

	Oil	Gas	Water
Combined Production	86	227	464
Glorieta Yeso	29%	56%	32%
San Andres	71%	44%	68%

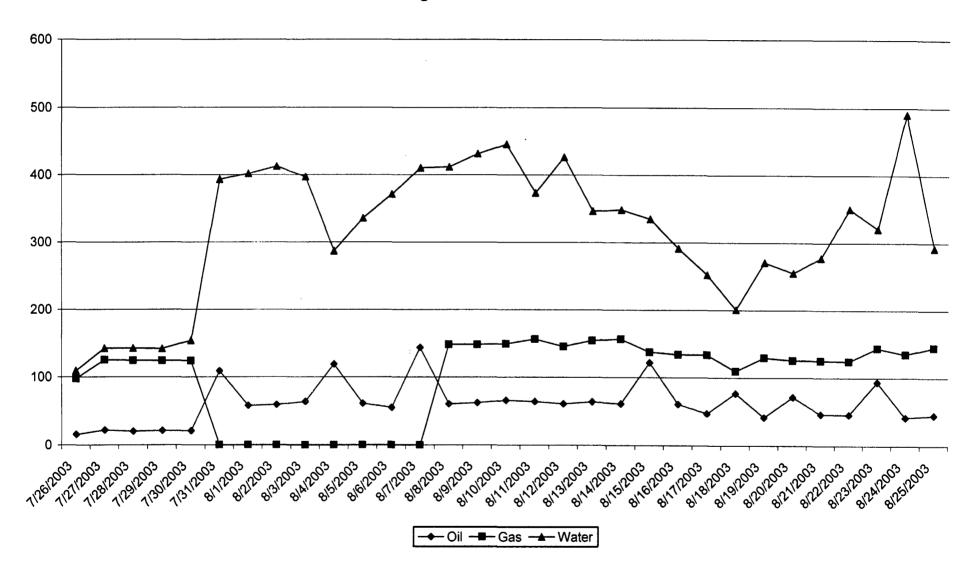


Glorieta - Yeso & Queen-Grayburg-SA Field Name: Red Lake Pool: **Devon Energy** Eagle 34 Federal #31 WELL: Operator: **Eddy County, NM** 30-015-31736 Location: API#: Sec 34 T17S R27E Elevation 3587' GR CURRENT PROPOSED X Spud Date: Jan 28, 2003 **Production Tubing:** 2-7/8", 6.5#, J55 8-5/8", J55, 24#, @ 1226' Cmt'd w/ 600 sks 3/4" & 7/8" Rod String Rod Pump: 2-1/2" X 2" X 16" San Andres Recmpl 7/27/03 1925' - 2402' (1 SPF, 30 holes total) Tubing Depth @ 2334' Acidized w/ 3000 gal 7.5% NeFe Fraced w/ 180000 gal linear gel & 120000# 20/40 brady & 30000# 20/40 sd Glorieta Yeso Cmpl 3/8/03 3032' - 3293' (43 holes total) Acidized w/ 1500 gal 7.5% NeFe Fraced w/ 110500# 20/40 sd & 25000# 16/30 sd PBTD @ 3721' 5-1/2", J55, 15.5# @ 3814' Cm'td w/ 650 sks TD @ 3,814" R.Slack 8/27/03

Glorieta-Yeso, Ne Eagle 34 Federal #31



San Andres Eagle 34 Federal #31



District I

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107A Revised May 15, 2000

District II

811 South First Stre

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

APPLICATION TYPE

X Single Well Establish Pre-Approved Pools EXISTING WELLBORE No

District III District IV

APPLICATION FOR DOWNHOLE COMMINGLING

1220 S. St. Francis Dr., Santa Fe, NM 87505	APPLICAT	ION FOR DOWNHOLE COMMINGLING	G <u>X</u> YesNo
Devon Energy Production Company, L. P. Operator		20 N. Broadway, Suite 1500, Oklahom Address	a City, OK 73102_
Eagle 34 Federal	31	Unit J, Sec 34 T17S R27E	Eddy
Lease	Well No.	Unit Letter-Section-Township-Range	County

OGRID No.6137 Property Code28001 API No.30-015-31736 Lease Type: XFederal _____State ____Fee

DATA ELEMENT	UPPER ZONE	INTERN	MEDIATE ZONE	LOV	VER ZONE
Pool Name	Red Lake; Queen-Grayburg-SA			Red Lake	Glorieta Yeso, NE
Pool Code	51300	2011	1213142		96836
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	1925' - 2402'		1213147576	3	032' - 3293'
Method of Production (Flowing or Artificial Lift)	A A C		MS CIA 5		Al
Bottomhole Pressure (Note Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)	12	94	S. W. S.		
Oil Gravity or Gas BTU (Degree API or Gas BTU)	37.9	QC 6>2	-1 ×10 €0		38.6
Producing, Shut-In or New Zone	Producing	0.05 05 75 85 25 25 25 25 25 25 25 25 25 25 25 25 25		Below RBP	
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production	Date:8/16/03	Date:		Date:3/20/0	_
estimates and supporting data.)	Rates:63 BO 100 MCF 191 BW	Rates:		Rates:79 Bo	O 16 MCF 341 BW
Fixed Allocation Percentage (Note: If allocation is based upon something other	Oil Gas	Oil	Gas	Oil	Gas
than current or past production, supporting data or explanation will be required.)	71%% 44% %	%	%	29%%	56% %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?	Yes <u>X</u> No Yes No
Are all produced fluids from all commingled zones compatible with each other?	Yes <u>X</u> No
Will commingling decrease the value of production?	Yes No <u>X</u>
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application?	Yes <u>X</u> No
NMOCD Reference Case No. applicable to this well:	
Attachments: C-102 for each zone to be commingled showing its spacing unit and acreage dedication. Production curve for each zone for at least one year. (If not available, attach explanation.) For zones with no production history, estimated production rates and supporting data. Data to support allocation method or formula. Notification list of working, royalty and overriding royalty interests for uncommon interest cases. Any additional statements, data or documents required to support commingling.	

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools
List of all operators within the proposed Pre-Approved Pools
Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application. Bottomhole pressure data

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

TITLEOperations TechnicianDATESeptember 3 2003

TYPE OR PRINT NAME<u>Karen Cottom</u>TELEPHONE NO. (_405_)228-7512



September 3, 2003

Certified Mail No. 7001 0320 0004 3101 7362

STATE OF NEW MEXICO Energy, Minerals and Natural Resources Dept. Attn Michael Stogner Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

RE: Downhole Commingling
Eagle 34 Federal #31
Section 34 17S-27E Unit J
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Mr. Stogner:

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Please direct inquiries concerning this notice to me at (405) 228-7512.

Yours truly,

Karen Cottom

Operations Technician.

DEVON ENERGY PRODUCTION COMPANY, L.P.

/kac

Enclosures

c: BLM w/3160-5 Sundry Notice of Intent & attachments.

Eagle 34 Federal #31

Allocation Formula

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