DATE	2 sus	PENSE	ENGINEER RE	OZ/04/2014	TYPE PLC	PPRG1404130195
	2/2011	<u> </u>	ABOVE	THIS LINE FOR DIVISION USE ONLY		
			- Engineeri	NSERVATION D ing Bureau - rive, Santa Fe, NM	A BLA	
		ADMIN	ISTRATIVE	APPLICATI	ON CHEC	KLIST
т	HIS CHECKLIST IS			VE APPLICATIONS FOR E SSING AT THE DIVISION		ISION RULES AND REGULATIONS
	[DHC-Do [PC-	andard Loca wnhole Com Pool Commir [WFX-Wate [SWD]	mingling] [CTB- ngling] [OLS - Of erflood Expansion] -Salt Water Dispo	tandard Proration U Lease Commingling ff-Lease Storage]] [PMX-Pressure I sal] [IPI-Injection / Certification] [P	g] [PLC-Pool/L [OLM-Off-Lease Maintenance Ex Pressure Increa	(pansion] ase]
[1]	TYPE OF A [A]		- Spacing Unit - S	Which Apply for [A imultaneous Dedicat SD		Devon Energy Rod [4 wells]
	Che [B]	Commin	for [B] or [C] gling - Storage - M C X CTB	easurement PLC PC	OLS 🗌	Rall Land ag Fed 11
	[C]	Injection WF	<u> </u>	ire Increase - Enhand SWD 🗌 IPI		y Beliatrix 23 Fed Com 2 PPR 30-015-40332
	[D]	Other: Sp	pecify			_ Bellatrix 28 Fed Com 3
[2]	NOTIFICA [A]			eck Those Which Ap werriding Royalty In		Bellutrix 28 Fed Con "
	[B]	Offs	set Operators, Leas	eholders or Surface	Owner	30-015-40334
	[C]	App	lication is One Wh	ich Requires Publis	hed Legal Notic	e
	[D]			ncurrent Approval b Commissioner of Public Land		
	[E]	For	all of the above, Pr	oof of Notification of	or Publication is	Attached, and/or,
	[F]	🗌 Wai	vers are Attached			

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Stateme	ent must be completed by an individual with m	anagerial and/or supervisory capacity.	
	GA Dala		
Erin Workman	/ would	Regulatory Compliance Associate	01/28/14
Print or Type Name	Signature	Title	Date
	\bigcup	Frin Workman@dy	m com

E-mail Address

RECEIVED OCD

2014 JAN 30 P 12: 48

Devon Energy Production Company 333 W. Sheridan Avenue Oklahoma City, Oklahoma 73102 Phone: (405)-552-7970 Erin.Workman@dvn.com

January 28, 2014

devon

Mr. Richard Ezeanyim State of New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, New Mexico 87505

Re: Request for a CTB & Commingle Bellatrix 28 Fed 1H, Bellatrix 28 Fed Com 2H, 3H & 4H Sec.29-T19S-R31E API # 30-015-40331, 30-015-40332, 30-015-40333, & 30-015-40334 29345 Hackberry; Bone Spring Eddy County, New Mexico

Dear Mr. Ezeanyim:

Please find attached the OCD Form C-107B and the BLM Approved 3160-5 Sundry Notice of Intent for a Central Tank Battery & commingle for the aforementioned wells.

The working interest, royalty interest and overriding royalty interest owners are not identical; notification has been sent via certified mail (see attached).

BLM sundry approval and conditions of approval are attached.

Should you require any additional information or assistance, please do not hesitate to contact me at (405)-552-7970.

Sincerely,

2 Main

Kip Workman Regulatory Compliance Associate

Enclosures

District 1 1625 N. French Drive, Hobbs, NM 88240 District 11	5 N. French Drive, Hobbs. NM 88240 <u>strict II</u> 1 W. Grand Ave, Artesia. NM 88210 Energy, Minerals and Natural Resources Department							
1301 W. Grand Ave, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St Francis Dr, Santa Fe, NM 87505	1220 S.	RVATION DIVIS St Francis Drive New Mexico 87505	ION	Submit the original application to the Santa Fe office with one copy to the appropriate District Office.				
APPLICATION I	FOR SURFACE O	COMMINGLING	(DIVERSE (OWNERSHIP)				
OPERATOR NAME: Devon En	nergy Production Co., I	LP						
OPERATOR ADDRESS: 333 W SH	neridan Avenue, Oklah	oma City, OK 73102						
APPLICATION TYPE:								
Pool Commingling ALease Commingling	g Pool and Lease Con	mingling Off-Lease	Storage and Measure	ment (Only if not Surface	e Commingled)			
LEASE TYPE: 🗌 Fee 🛛	State 🗌 Feder	al						
Is this an Amendment to existing Order Have the Bureau of Land Management ⊠Yes □No					ingling			
		L COMMINGLIN with the following in						
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes			
(2) Are any wells producing at top allowal(3) Has all interest owners been notified b		posed commingling?	⊠Yes □No.	2010				
	Well Test Method			g should be approved				
	(B) LEAS	E COMMINGLIN	G	ante ante a				
		with the following in						
(1) Pool Name and Code.								
(2) Is all production from same source of s								
 (3) Has all interest owners been notified by (4) Measurement type: Metering X 		oseu commingling?	⊠Yes □No					

(C) POOL and LEASE COMMINGLING Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1) Is all production from same source of supply? \Box Yes \Box No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types) Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and AP1 Numbers.

I hereby certify that the formation abo	ve is true and complete to the best o	f my knowledge and belief.	
SIGNATURE	Lorkina TITLI	<u>C: Regulatory Compliance Assoc.</u> DATE:	01.28.14
TYPE OR PRINT NAME:	Erin workman	TELEPHONE NUMBER: (

APPLICATION FOR COMMINGLING AT A CENTRAL TANK BATTERY& COMMINGLING

State of New Mexico – Santa Fe Oil Conservation Division 1220 S. St Francis Drive Santa Fe, New Mexico 87505

Proposal for Bellatrix 28 Fed 1H, Bellatrix 28 Fed Com 2H, 3H, & 4H:

Devon Energy Production Company, LP is requesting approval for the Central Tank Battery & Commingling

Federal Lease NMLC063622 (12.5% Royalty Rate) Oil							
Well Name	Location	API #	Pool 96665	BOPD	Gravities	MCFPD	BTU
Bellatrix 28 Federal 1H	NENE, Sec 29, T19S, R31E	30-015-40331	Hackberry; Bone Spring	122	38	179	1310.8

Federal Lease NMLC063622 (12.5% Royalty Rate) & NM92767 (16 2/3% Royalty Rate) & CA NM130540

					On			
Well Name	Location	API #	Pool 96665	BOPD	Gravities	MCFPD	BTU	
Bellatrix 28 Fed.Com 2H	NENE, Sec 29, T19S, R31E	30-015-40332	Hackberry;	188	36	223	1268.5	
			Bone Spring					

Federal Lease NMLC063622 & NMNM101113 (12.5% Royalty Rate) - CA being summited by land!

					UII		
Well Name	Location	API #	Pool 96665	BOPD	Gravities	MCFPD	BTU
Bellatrix 28 Fed Com 3H	SENE, Sec 29, T19S, R31E	30-015-40333	Hackberry; Bone Spring	122	38	179	1310.8*
Bellatrix 28 Fed Com 4H	SENE, Sec 29, T19S, R31E	30-015-40334	Hackberry; Bone Spring	122	38	179	1310.8*
				-		· • •	-

*These are proposed totals for these wells; once these wells are drilled the production information win be amend

Attached is a map displays the federal leases and well locations in Section 29-T19S-R31E. A CA is being submitted to include the Bellatrix 28 Federal 3H & 4H.

The BLM's interest in all four wells is different. Lease NMLC063622 is flat royalty rate of 12.5%, CA NM1305400 involves 40 Acres of Lease NM92767 at a rate of 16 2/3% and 120 Acres of Lease NMLC063622 at a rate of 12.5 royalty rates. NM101113 is also a 12.5%.

Oil & Gas metering:

The central tank battery is located on the shared pad for the Bellatrix 28 Federal 1H and the Bellatrix 28 Fed. Com 2H located in NENE, Sec. 29-T19S-R31E. The production from the Bellatrix 28 Fed 1 & Bellatrix 28 Fed Com 3H & 4H will come to a common production header with isolation lines to route each wells production. From this point one well will be on test and its production routed through the test equipment. The Bellatrix 28 Fed 2H production will flow through a three phase separator with coriolis to meter the oil, flow meter to meter the water, and gas allocation meter to meter the gas. VRU will be allocated back to each wells utilizing a percentage of each wells monthly oil production.

The Bellatrix 28 Federal Battery will have three oil tanks that all four wells will utilize and they have a common Duke Energy Central Delivery Point #13135412 which is located on the southwest corner of the facility at the Bellatrix Central Tank Battery. Oil, gas, and water volumes from the Bellatrix 28 Fed. 1H, 3H, & 4H producing to this battery will be determined by using a test separator/heater treater at the proposed facility. Well tests for each well will be conducted at least once per month, for a minimum of 24 hours. Oil, gas, and water volumes for the Bellatrix 28 Fed. 2H will have its own test separator/heater treater.

The well which is on test production from the Bellatrix 28 Fed 1H, Fed Com 3H or 4H, flows to the two phase test separator, where after separation gas is routed to the gas test meter (number will be supplied upon receipt), then to the DCP CPD #1315412 located on location in NENE, Sec. 29-T21S-R21E. Produced water and oil are separated, the oil is then metered with a Micro Motion Coriolis Meter (number will be supplied upon receipt) and water is metered using a turbine meter. The oil then flows into an oil production line where it is combined with the other wells oil and flows to one of the 500 bbl. The water from the well on test flows to the 500 bbl. produced water tank, along with the water from the well that was not on test.

Motering (290.

0.1

The Bellatrix 28 Fed Com 2H flows to a three phase test separator, where after separation gas is routed to the gas test meter #677-49-203, then to the DCP CDP #1315412 located on location in NENE, Sec. 29-T21S-R31E. Produced water and oil are separated, the oil is then metered with a Micro Coriolis meter S/N 25203438 and water is metered using a turbine meter. The oil then flows into an oil production line where it is combined with the other wells oil and flows to one of the 500 bbl. The water from this well flows to the 500 bbl. Produced water tank, along with the water from the other wells.

Oil production will be allocated on a daily basis based on the Coriolis Test meter located downstream of the test heater treater. The Coriolis meter will be proven, as per API, NMOCD, and BLM specifications, when installed, once per month for the first 3 months (to establish a consistent repeatability factor), and then quarterly thereafter, the factor obtained will be used to allocate the production volumes. Gas production for the Bellatrix 28 Fed 1& Bellatrix Fed Com 3H & 4H will be allocated on a daily basis based on the subtraction method. The DCP CDP **#13135412** minus the two gas allocation meters (**#677-49-203** and the other number will provide number upon receipt). Gas production from the 2H will be allocated on a daily basis using the gas allocation meter **#677-49-203**. The gas production from the production equipment, VRU allocation meter **#677-00-056**, and the test gas meter will commingle and flow through Duke Energy CDP **#13135412** sales on the southeast side of the facility. These meters will be calibrated on a regular basis per API, NMOCD and BLM specifications. The BLM and OCD will be notified of any future changes in the facilities.

Process and Flow Descriptions:

The flow of produced fluids is shown in detail on the enclosed facility diagram, along with a description of each vessel and map which shows the lease boundaries, communization agreement boundaries, and location of wells, facility, and gas sales meter. The proposed commingling is appropriate based on the BLM's guidance in IM 2013-152. The proposed commingling will maximize the ultimate recovery of oil and/or gas from the federal leases and will reduce environmental impacts by minimizing surface disturbance and emissions. The proposed commingling will reduce operating expenses, as well as, not adversely affect federal royalty income, production accountability, or the distribution of royalty.

Devon Energy Production Company, LP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. ROW NM-128357 was granted on 06/13/2012.

Working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached).

Signed:

Printed Name: Erin Workman Title: Regulatory Compliance Associate Date: 01/28/14

						RECE			
<u>District 1</u> 1625 N. French Dr District 11	., Hobbs, NM	1 88240	E	nergy. Mir	State of Nev nerals & Natura	Mexico	4 2012		m C-102 October 15,2009
1301 W. Grand Avenue, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410				010 0	ONSERVA ⁻ 220 South St	N	Revised October 15,2009 Sabmit one copy to appropriate District Office		
<u>District IV</u> 1220 S. St. Francis	Dr., Santa F		FLLI		Santa Fe, N N AND ACI	AMENDED REPORT			
	015-40	r		Pool Code Pool Name 29345 HACKBERRY; BONE SPRING					SPRING
* Property (3924 OGRID	2		³ Property Name ⁴ Well Number BELLATRIX "28" FEDERAL COM 1H ⁴ Operator Name ⁶ Elevation					1H	
6137			DEV	ON ENER	RGY PRODU	3488.1			
UL or lot no. A	Section 29	Township 19 S	Range 31 E	Lot Idn	Feet from the 920	North/South line NORTH	Feet from the 790	East/West EAS	
			" Bo	ottom Ho	le Location I	f Different From	n Surface		
UL or lot no. A	Section 28	Township 19 S	Range 31 E	Lot Ida	Feet from the 364	North/South line NORTH	Feet from the 351	East/West EAS	
¹² Dedicated Acres 160	¹³ Joint o	r Infill F C	onsolidation	Code ¹⁵ Or	der No.				

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

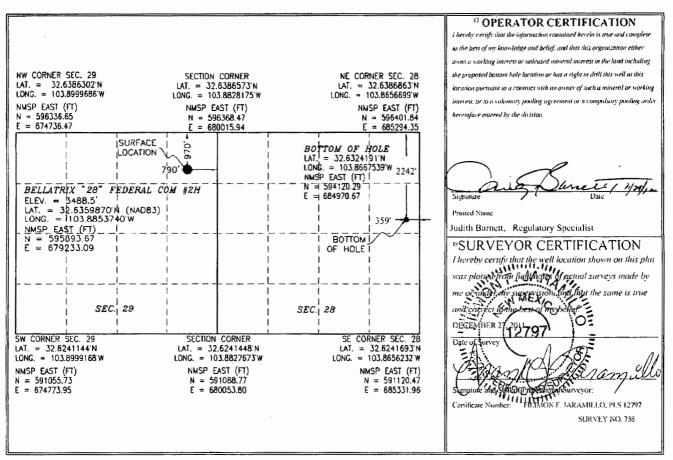
			" OPERATOR CERTIFICATION
			I hereby certify that the information contained herein is true and complete
			to the best of my knowledge and belief, and that this organization either
	1 st Perf: 392 FNL & 331 FV	WL	owns a working interest or unleased mineral interest in the laud including
NW CORNER SEC. 29	SECTION CORNER	NE CORNER SEC. 28	the proposed bottom hole location or has a right to drill this well at this
LAT. = 32.6386302'N	LAT. = 32.6386573'N	LAT. = 32.6386863'N	locution pursuant to a contract with an owner of such a mineral or working
LONG. = 103.8999685'W	LONG. = 103.8828175'W	LONG. = 103.8656699 W	interest, or to a voluntary pooling agreement or a compulsory pooling order
NMSP EAST (FT) N = 595336.65	NMSP EAST (FT) N = 596368.47	NMSP EAST (FT) N = 596401.84	heretofore entered by the division.
E = 674736.47	E = 680015.94	E = 685294.35	
SURFACE			
LOCATION		351	
	796'	BOTTOM	
1		OF HOLE	1 Chantetanous
BELLATRIX "28" FEDERAL C	COM #1H	BOTTOM OF HOLE	Subdive Dite
ELEV. = 3488.1 LAT. = 32.6361243 N (NAD83)		LAT. = 32.6375853"N LONG. = 103.8667706"W	
LONG. = 1103.8853748 W	i l i	NMSP EAST (FT)	Printed Name
NMSP_EASI (FI)I	<u>-</u>	N = 595999.80	Judy A. Barnett Regulatory Specialist
N = 595#43.61 E = 679232.62		E = 684957.28	*SURVEYOR CERTIFICATION
			t hereby certify that the well location shown on this plat
			was plotted from field notes of actual surveys made by
			me or under my supervision, and that the same is true
SEC. 29		SEC. 28	and correct to the best of put helitef.
			DECEMBER 27, 2011
SW CORNER SEC. 29	SECTION CORNER	SE CORNER SEC. 28	Date of Survey
LAT. = 32.6241144'N LONG. = 103.8999168'W	LAT. = 32.6241448'N LONG. = 103.8827673'W	LAT. = 32.6241693'N LONG. = 103.8656232'W	AF THE AND
NMSP EAST (FT)	NMSP EAST (FT)	NMSP EAST (FT)	A Man A BOT A ME
N = 591055.73	N = 591088.77	N = 591120.47	- Free March Contraction
E = 674773.95	E = 680053.80	E = 685331.96	Signature and Scal of Photessional Surveyorg
			Certificate Number, FILIMON F. JARAMILLO, PLS 12797
			Centreasestimes Dictative Jana Victor PIST 1747
			COLAND SUIT

Producing Area

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<u>District 1</u> 1625 N. French Dr., Hohbs, NM 88240 <u>District 11</u> 1301 W. Grand Avenue, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u>				State of New Mexibe C 0 4 2012 Energy, Minerals & Natural Resources Department OIL CONSERVAT 1220 South St. Francis Dr. Santa Fe, NM 87505					Form C-102 Revised October 15.2009 Submit one copy to appropriate District Office			
1220 S. St. Francis	Dr., Santa F			LLLC	ЮАТ			REAGE DEDIC	CATION PLA	ΑT		
AP1 Number					Pool Cute Pool Name							
30-015-40332				29345 Hackberry; Bone Spring								
Property C	Code				³ Property Name ⁶ Well Number					Well Number		
39244	+ j			BELLATRIX "28" FEDERAL COM 2H								
OGRIDA	No.			* Operator Name * Elevation								
6137				DEVON ENERGY PRODUCTION COMPANY, L.P.					3488.5			
							¹⁰ Surface	Location				
UL or tot no.	Section	Township	p F	Range	Lot la	i n	Feet from the	North/South line	Feet from the	East/We	st line	County
A	29	19 S	3	31 E			970	NORTH	790	EAS	ST	EDDY
				" Bo	ttom	Hole	e Location I	f Different From	n Surface	L autoto		
UL or lot no.	Section	Townshi	p F	Range	Lot It	In	Feet from the	North/South line	Feet from the	East/We	st line	County
н	28	19 S	3	31 E			2242	NORTH	359	EAS	ST	EDDY
¹² Dedicated Acres 160	^{1,3} Juint o	r ពេរ៍ដ	¹⁴ Consc	olidation	Code	¹³ Ord	ler No.	1	I	1		L

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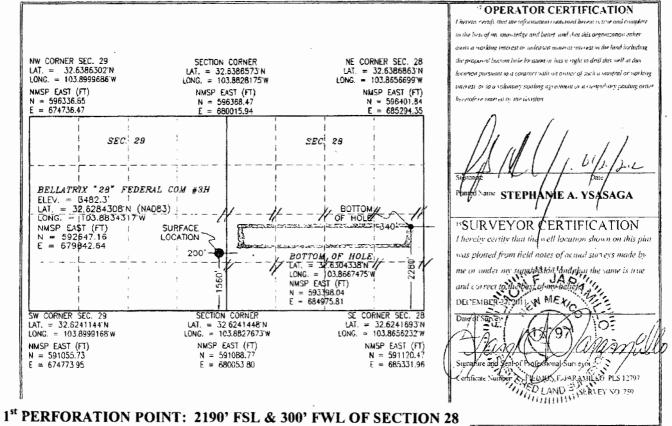
No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



District 1 1625 N. French Dr. Hobby, NM 88240 (<u>District II</u>) 1301 W. Grand Avenue, Artesia, NM 88210 <u>District III</u> 1900 Rio Brazos Rd., Artee, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505	Energy. Minerals & N OIL CONSER' 1220 Sout	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505			
W	ELL LOCATION AND	ACREAGE DEDIC	ATION PLAT		
20-015-40333	96688	GATUNA	CANYON; B	ONE SPRING	
Property Code	Pro Pro	operty Name		* Well Number	
37244	BELLATRIX "	28" FED COM		3H	
OGRID No.	` Op	erator Name		" Elevation	
6137	DEVON ENERGY PRO	DUCTION COMPAN	NY, L.P.	3482.3	
	* Surf	ace Location			
Classica Sector Tayashia	Banna Lot Ida Faut from	the North/South line	East from the	East/Martling County	

UL or lot no.	Section	Township	Kange	Lot lits	Feet from the	Sorth/South line	reet from the	East west one	County		
	29	19 \$	31 E		1560	SOUTH	200	EAST	EDDY		
	"Bottom Hole Location If Different From Surface										
L L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West hne	County		
I	28	19 S	31 E		2280	SOUTH	340	EAST	EDDY		
" Dedicated Acres	Dedicated Acres 13 Joint or Infill 14 Consolidation Code 12 Order No.										
160									•		

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



1 **PRODUCING AREA**

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PROJECT AREA

						REC	CEIVED	\mathbf{D}		
<u>District 1</u> 1625 N. French Di <u>District II</u> 1301 W. Grand Av <u>District III</u> 1000 Rio Brazos R <u>District IV</u> 1220 S. St. Francis	a, NM 88210 4 87419	State of New MexicoNOV 25 2013Form C-102Energy, Minerals & Natural Resources DepartmentRevised October 15,2009OIL CONSERVATIONDistrict OfficeDistrict Office1220 South St. Francis Dr.District OfficeSanta Fe, NM 87505AMENDED REPORT								
WELL LOCATION AND ACREAGE DEDICATION PLAT										
API Number				Pool Code		Pool Name				
30-015-40334			96688 Gatuna Canyon; Bone Spring							
¹ Property			⁹ Property Name "Well Number							
3924	4		BELLATRIX "28" FEDERAL COM 4H							
⁷ OGRID	No.			* Operator Name ** Elevation				Elevation		
6137			DEV	DEVON ENERGY PRODUCTION COMPANY, L.P. 3482.3				3482.3		
" Surface Location										
VL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/Wes	t line	County
1	29	19 S	31 E		1510	SOUTH	200	EAS	T	EDDY
			" Bo	ttom Ho	e Location I	f Different From	n Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/Wes	t line	County
Р	28	· 19 S	31 E		928	SOUTH	346	EAS	T	EDDY
¹² Dedicated Acre 160	s ¹³ Joint o	r Infill ¹¹ Co	onsolidation	Code 15 Or	der No.	. I	l	L	I	

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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

PP: 929 FSL & 330 FWL Sec. 28-19S-31E NW CORNER SEC. 29 LAT. = 32.6386302 'N LONG. = 103.8999636 W NMSP EAST (FT) N = 596336.65 E = 674736.47	Project Area:	Producing Area: NE CORNER SEC. 28 LAT. = 32.6386863'N LONG. = 103.865689'W NMSP EAST (FT) N = 536401.84 E = 685294.35	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is are and complete to the best of mechanologie and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a construct with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.
	1 1 1	SEC 28 BOTTOM OF HOLE LAT. = 32.6266415N LONG. = 103.8667353W NMSP EAST (FT) N = 592018.39 E = 684985.64 BOTTOM OF HOLET I 346' I SE CORNER SEC. 28 LAT. = 32.6241693N LONG. = 103.8656232W NMSP EAST (FT) N = 591120.47 E = 685331.96	June 10/23/2013 Date Prioted Name Trina C. Couch, Regulatory Associate ¹⁴ SURVEYOR CERTIFICATION 1 hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under mesure vision and that that he some is true and corresponded best of multiplicity December 2004 Date of Survey Date of Survey Sugnaturation States in the spin Survey Survey Criticate Number 7, Fill MONITS Survey NO, 760



Devon Energy Production Company 333 W. Sheridan Avenue Oklahoma City, Oklahoma 73102 Phone: (405)-552-7970 Erin.Workman@dvn.com

January 28, 2014

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Interest Owners

Re: Request for a CTB & Commingle Bellatrix 28 Fed 1H, Bellatrix 28 Fed Com 2H, 3H & 4H Sec.29-T19S-R31E API # 30-015-40331, 30-015-40332, 30-015-40333, & 30-015-40334 29345 Hackberry; Bone Spring Eddy County, New Mexico

Gentlemen:

This is to advise you that Devon Energy Production Company, LP, is filing an application with the New Mexico Oil Conservation Division ("NMOCD") seeking approval for a Central Tank Battery & Commingle.

A copy of our application submitted to the Division is attached.

Any objections or requests that a hearing should be held regarding this application must be submitted to the New Mexico Oil Conservation Division Santa Fe office within 20 days from the date of this letter.

Please contact the undersigned at (405) 552-7970 should you have any questions or need anything further.

Sincerely,

Devon Energy Production Company, L.P.

EFM Workman Regulatory Compliance Associate

Enclosure

E-CERTIFIED MAILING LIST

Mailing Reference: Bellatrix Commingle

Repondent Name/Address:	E-Certified Mailing Number:
Sabine Royalty Trust c/o Bank of America, NA, Escrow Agent P.O. Box 830650 Dallas, TX 75283-0650	91 7199 9991 7032 9893 3011
Columbine II, LP P.O. Box 22854 Denver, CO 80222	91 7199 9991 7032 9893 3028
Pearl Miller Carr Life Estate 702 W Hermosa Dr. Artesia, NM 88210	91 7199 9991 7032 9893 3035
Petromark Resources Company 7030 S. Yale, Suite 800 Tulsa, OK 74136	91 7199 9991 7032 9893 3042
Barron Properties, Ltd. P.O. Box 182 Midland, TX 79702-0182	91 7199 9991 7032 9893 3059
Higgins Trust, Inc. c/o William P. Edwards P.O. Box 6905 Thomasville, GA 31758-6905	91 7199 9991 7032 9893 3066
ONRR Royalty Management Program P.O. Box 25627 Denver, CO 80225-0627	91 7199 9991 7032 9893 3073
E. Don Poage, Jr. 3000 N. Garfield, Suite 230 Midland, TX 79705	91 7199 9991 7032 9893 3080
Jerry D. Barnes 1657 LIV 510 Chillicothe, MO 64601	91 7199 9991 7032 9893 3097
Dennis Eimers P.O. Box 50637 Midland, TX 79710	91 7199 9991 7032 9893 3103
Stephen G. Sell P.O. Box 5061 Midland, TX 79704	91 7199 9991 7032 9893 3110
Yates Energy Corporation P.O. Box 2323 Roswell, NM 88202-2323	91 7199 9991 7032 9893 3127
Twin Eagle Petroleum Corp	91 7199 9991 7032 9893 3134

E-CERTIFIED MAILING LIST

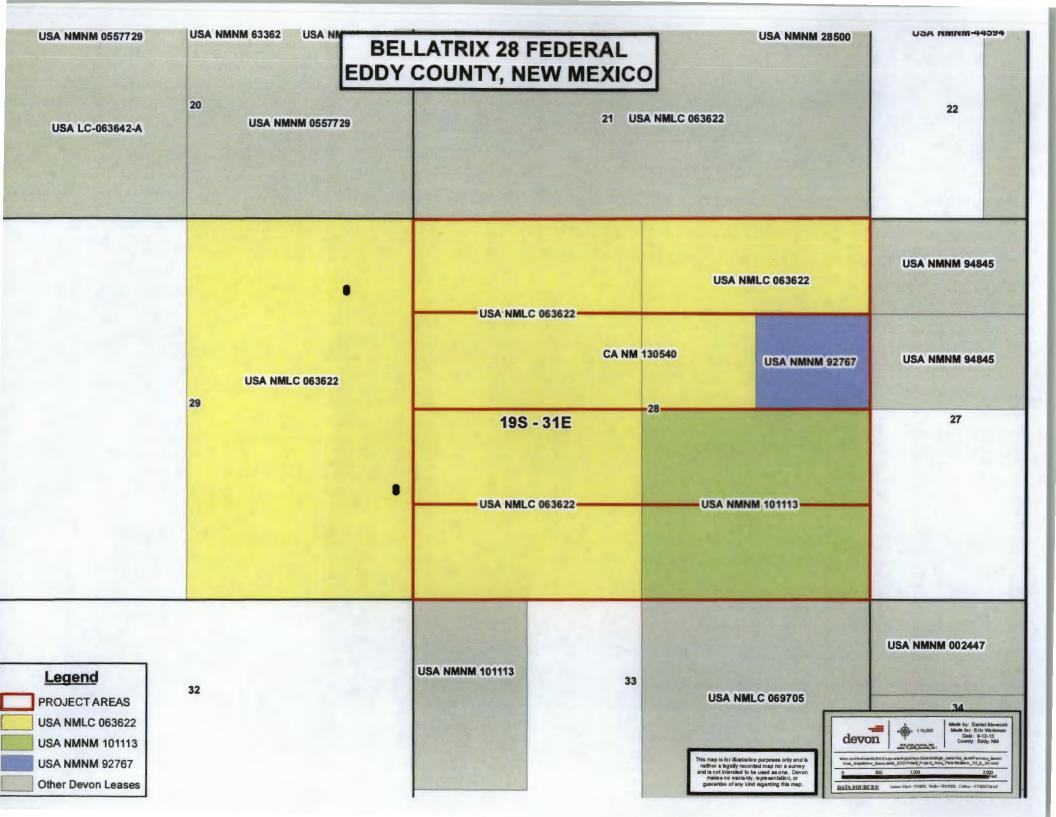
Mailing Reference: Bellatrix Commingle

Repondent Name/Address:	E-Certified Mailing Number:
P.O. Box 97440 Dallas, TX 75397	
Jo Ann Powers Yates P.O. Box 840 Artesia, NM 88211	91 7199 9991 7032 9893 3141
COG Operating, LLC 600 West Illinois Ave. Midland, TX 79701	91 7199 9991 7032 9893 3158
Mary Anne Berliner FDN Trust c/o First American Bank, Trustee P.O. Box AA Artesia, NM 88210	91 7199 9991 7032 9893 3165
Moutray Properties, LLC c/o H Gil Moutray, Manager P.O Box 1598 Carlsbad, NM 88241	91 7199 9991 7032 9893 3172
Jim Broten P.O. Box 1536 Oklahoma City, OK 73101-1536	91 7199 9991 7032 9893 3189
Hodges Family Trust U/A/D 8-14-2006 c/o Howard C. and Shirley L. Hodges, Trustees 435 32 Road, No. 716 Clifton, CO 81520	91 7199 9991 7032 9893 3196
Cathie Broten 2822 Northtown Place Midland, TX 79705	91 7199 9991 7032 9893 3202
Jalapeno Corporation P.O. Box 1608 Albuquerque, NM 87103-1608	91 7199 9991 7032 9893 3219
Knackwurst Properties, LLC P.O. Box 10484 Midland, TX 79702	91 7199 9991 7032 9893 3226
Harvey E. Yates Company P.O. Box 1933 One Sunwest Centre Roswell, NM 88202	91 7199 9991 7032 9893 3240
Mark P. Godsey Revocable Trust U/T/A dtd 12/22/94 3701 South Orange Circle Broken Arrow, OK 74011	91 7199 9991 7032 9893 3257

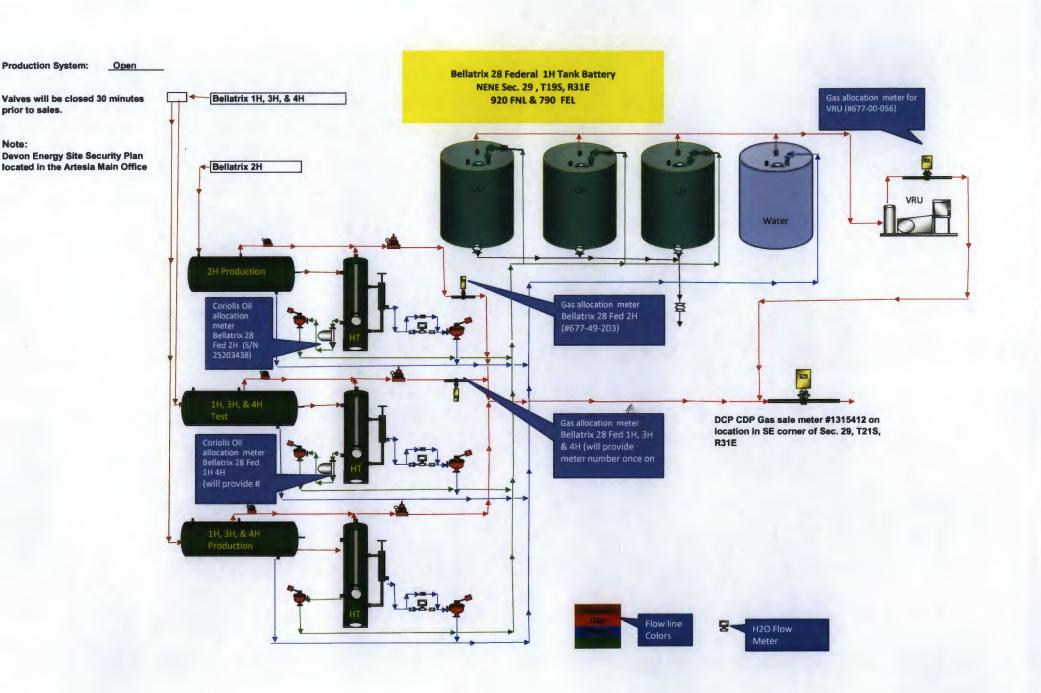
E-CERTIFIED MAILING LIST

Mailing Reference: Bellatrix Commingle

Repondent Name/Address:	E-Certified Mailing Number:
ZPZ Delware I, LLC c/o Apache Corp, General Partner P.O. Box 840133 Dallas, TX 75284-0133	91 7199 9991 7032 9893 3264
Concho Oil & Gas, LLC 600 West Illinois Ave. Midland, TX 79701	91 7199 9991 7032 9893 3271
Paul D. Lerwick P.O. Box 10886 Midland, TX 79702	91 7199 9991 7032 9893 3288
Jeremiah, LLC P.O. Box 2450 Hobbs, NM 88241	91 7199 9991 7032 9893 3295
Jennie W. Vuksich 1452 Peppoli Loop SE Rio Rancho NM 78124	91 7199 9991 7032 9893 3301
Sara W. Sims 101 South Fourth Street Artesia, NM 88210	91 7199 9991 7032 9893 3318
Raye Miller P.O. Box 210 Artesia, NM 88211	91 7199 9991 7030 9164 6019
Providence Oil & Gas Corp C/O Southland Energy Corp. 7134 S. Yale, Suite 200 Tulsa, OK 74136	91 7199 9991 7030 9164 6026







Form 3160-5 (August 2007)	UNITED STATES DEPARTMENT OF THE INT		CR'S COPY FORM APPROVED OMB NO. 1004-0135 Evrires: July 31, 2010			
SUNDRY	5. Lease Serial No. NMLC063622	NMLC063622				
Do not use t abandoned w	6. If Indian, Allottee	or Tribe Name				
SUBMIT IN TI	RIPLICATE - Other instruction	ons on reverse side.	7. If Unit or CA/Agr	eement, Name and/or No.		
1. Type of Well Oil Well Gas Well)ther		8. Well Name and No BELLATRIX 28 I			
2. Name of Operator		RIN L WORKMAN MAN@DVN.COM	9. API Well No. 30-015-40331			
3a. Address 333 WESST SHERIDAN AV OKC, OK 73102	YENUE F	b. Phone No. (include area code Ph: 405-552-7970		10. Field and Pool, or Exploratory HACKBERRY; BONE SPRING		
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description)		11. County or Parish	, and State		
Sec 29 T19S R31E 920FNL	790FEL		EDDY COUNT	Y, NM		
12. CHECK AP	PROPRIATE BOX(ES) TO I	NDICATE NATURE OF	NOTICE, REPORT, OR OTHE	ER DATA		
TYPE OF SUBMISSION		ТҮРЕ С	FACTION			
🛛 Notice of Intent	Acidize	🗖 Deepen	Production (Start/Resume)	U Water Shut-Off		
_	Alter Casing	Fracture Treat	Reclamation	Well Integrity		
Subsequent Report	Casing Repair	New Construction	Recomplete	Other		
Final Abandonment Notice	 Change Plans Convert to Injection 	Plug and Abandon Plug Back	Temporarily Abandon Water Disposal	Off-Lease Measuremen Surface Comminglin		
Attach the Bond under which the w	nally or recomplete horizontally, giv ork will be performed or provide the ed operations. If the operation result Abandonment Notices shall be filed of	e subsurface locations and meas Bond No. on file with BLM/BI s in a multiple completion or rec	ng date of any proposed work and appro- ured and true vertical depths of all perti A. Required subsequent reports shall b completion in a new interval, a Form 31 ding reclamation, have been completed	nent markers and zones. e filed within 30 days 60-4 shall be filed once		
Devon Energy Production C the following wells:	ompany, LP respectfully requ	ests a Central Tank Batter	y & Commingle for			
Bellatrix 28 Federal 1H NENE, Sec. 29, T19S, R31E - 30-015-40331 - Hackberry, Bone Spring NMLC063622 -						
Bellatrix 28 Fed Com 2H NENE, Sec. 29, T19S, R318 30-015-40332-	-					
14. I hereby certify that the foregoing	Electronic Submission #220	PRODUCTION CO.LP. sent	to the Carlsbad			
Name(Printed/Typed) ERIN L	LATORY COMPLIANCE ASSO	C.				
Signature (Electronic	c Submission)	Date 09/18/2	2013			
		FEDERAL OR STATE				
_Approved By _ D. D. J.	ithout 9	Title EPS		Date 18/14		
Conditions of approval, if any, are attact certify that the applicant holds legal or e which would entitle the applicant to con	quitable title to those rights in the su	t warrant or bject lease Office CFC	2			
Title 18 U.S.C. Section 1001 and Title 4 States any false, fictitious or frauduler	3 U.S.C. Section 1212, make it a crist t statements or representations as to	me for any person knowingly an any matter within its jurisdiction	d willfully to make to any department o	r agency of the United		

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

Additional data for EC transaction #220438 that would not fit on the form

32. Additional remarks, continued

Hackberry, Bone Spring NMLC063622 & NM92767, CA NM130540 *SHL* Bellatrix 28 Fed Com 3H SENE, Sec. 29, T19S, R31E 30-015-40333 -Hackberry, Bone Spring NMLC063622 & NMNM101113 *SHL* Bellatrix 28 Fed Com 4H SENE, Sec. 29, T19S, R31E 30-015-40334 -Hackberry, Bone Spring NMLC063622 & NMNM101113 *SHL SHL CHL*

There is a Central Tank Battery located on the shared pad for the Bellatrix 28 Federal 1H & Bellatrix 28 Fed Com 2H in NENE, Sec. 29-T19S-R31E. The production from the Bellatrix 28 Fed 1 & Bellatrix 28 Fed Com 3H & 4H will come to a common production header with isolation lines to route each wells production. From this point one well will be on test and its production routed through the test equipment. Well tests for each well will be conducted at least once per month, for a minimum of 24 hre The gas is routed to the gas test meter (number will be supplied upon receipt), then to the DCP **COP** #1315412 located on location in NENE, Sec. 29-T21S-R31E. THe Bellatrix 28 Fed 2H production will flow through a three phase separator with coriolis meter #S/N 25203438 to meter the oil, flow meter to meter the water, and gas allocation meter #677-49-203 to meter the gas.

Row has been obtained on 06/13/2012

The working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached).

Thank you!

Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Bellatrix 28 Federal 1H, Bellatrix 28 Fed Com 2H, 3H & 4H Devon Energy Production Co. January 8, 2014

Condition of Approval Surface Commingling, off lease measurement and sales

- 1. This approval is subject to like approval by the New Mexico Oil Conservation Division.
- 2. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 4. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
- 5. Approval for combining production from various sources is a privilege which is granted to lessees for the purpose of aiding conservation and extending the economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.
- 6. All above ground structures on the lease shall be painted Shale Green (5Y 4/2), or as per approved APD stipulations. This is to be done within 90 days, if you have not already done so.
- 7. Gas measurement for allocation must be measured as per Onshore Order #5 for sales meters.
- 8. All gas and oil subject to royalty shall be measured as per federal regulations and shall be reported to ONRR as required. All gas which is vented, flared or used on lease shall be reported as per NTL-4A to ONRR. All gas which is vented or flared shall be subject to royalty, unless prior approval was given by the authorized officer.
- 9. This agency shall be notified of any change in sales method or location of sales point.
- 10. Additional wells and/or leases require additional commingling approvals.

The public's interest in these leases/CAs has been found to different. The Bellatrix 28 Fed Com 2H has 40 acres in lease NM92767 which is at a rate of 16 2/3% all other leases involved are 12.5%. The Bellatrix 28 Fed Com 2H will have its own separation and measurement equipment prior to commingling. This does not mean that the allocation of production to the other 3 wells which are produced through the same production and test equipment will be 100% accurate each month. By approving this request it will only guarantee that the public's interest will not be compromised.

					OIL	GAS
WCID	WC Name	Month	Year	Oil DN Name	Prod	Prod .
00001	BELLATRIX 28 FED 1H	07	2013	BELLATRIX 28 FED 1H OIL	3133.76	4548
00001	BELLATRIX 28 FED 1H	08	2013	BELLATRIX 28 FED 1H OIL	2111.55	2291
00001	BELLATRIX 28 FED 1H	09	2013	BELLATRIX 28 FED 1H OIL	3029.13	3700
00001	BELLATRIX 28 FED 1H	10	2013	BELLATRIX 28 FED 1H OIL	2420.22	3387
00001	BELLATRIX 28 FED 1H	11	2013	BELLATRIX 28 FED 1H OIL	2250.07	3095
00001	BELLATRIX 28 FED 1H	12	2013	BELLATRIX 28 FED 1H OIL	2114.05	3638
1	BELLATRIX 28 FED 1H		i i i i i i i i i i i i i i i i i i i		15058.78	20659
00001	BELLATRIX 28 FED COM 2H	07	2013	BELLATRIX 28 FED 1H OIL	3897.53	4937
00001	BELLATRIX 28 FED COM 2H	08	2013	BELLATRIX 28 FED 1H OIL	3460.75	3370
00001	BELLATRIX 28 FED COM 2H	09	2013	BELLATRIX 28 FED 1H OIL	841.42	2783
00001	BELLATRIX 28 FED COM 2H	10	2013	BELLATRIX 28 FED 1H OIL	2121.22	3449
00001	BELLATRIX 28 FED COM 2H	11	2013	BELLATRIX 28 FED 1H OIL	921.05	2667
00001	BELLATRIX 28 FED COM 2H	12	2013	BELLATRIX 28 FED 1H OIL	2939.41	5609
the state of	BELLATRIX 28 FED COM 2	- Colors -	- 19 g		14181.38	22815
00001	BELLATRIX 28 FED COM 3H	09	2013	BELLATRIX 28 FED 1H OIL	13442.02	6298
00001	BELLATRIX 28 FED COM 3H	10	2013	BELLATRIX 28 FED 1H OIL	14124.60	11428
00001	BELLATRIX 28 FED COM 3H	11	2013	BELLATRIX 28 FED 1H OIL	9933.64	12186
00001	BELLATRIX 28 FED COM 3H	12	2013	BELLATRIX 28 FED 1H OIL	5492.60	9970
5. S.	BELLATRIX 28 FED COM 3H	the first sector			42992.86	39882
00001	BELLATRIX 28 FED COM 4H	09	2013	BELLATRIX 28 FED 1H OIL	8789.53	11212
00001	BELLATRIX 28 FED COM 4H	10	2013	BELLATRIX 28 FED 1H OIL	19953.58	19935
00001	BELLATRIX 28 FED COM 4H	11	2013	BELLATRIX 28 FED 1H OIL	12240.52	12267
00001	BELLATRIX 28 FED COM 4H	12	2013	BELLATRIX 28 FED 1H OIL	9631.97	10354
	BELLATRIX 28 FED COM 4H				50615.60	53768
an Anger	Notice - Parlower	10 A		And the second sec	122848.62	137124