

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]**
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A] DEVON ENERGY PROD. CO (#6137)
WELL GAUCHO UNIT 99H
 [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

- [D] Other: Specify _____

- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply
 [A] Working, Royalty or Overriding Royalty Interest Owners
 [B] Offset Operators, Leaseholders or Surface Owner
 [C] Application is One Which Requires Published Legal Notice
 [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
 [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
 [F] Waivers 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: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jeff Ramsdell
 Print or Type Name

Signature

Land Supervisor
 Title

4-5-2016
 Date

ca
 Jeff.Ramsdell@dvn.com
 e-mail Address



Devon Energy Production Company, L.P.
333 West Sheridan Avenue
Oklahoma City, OK 73102

405 235 3611 Phone
www.devonenergy.com

April 6, 2016

RECEIVED 000

2016 APR -7 PM 1:47

VIA FED EX OVERNIGHT MAIL

New Mexico Oil Conservation Division
ATTN: LEONARD LOWE
1220 South St. Francis Drive
Santa Fe, NM 87505

Re: Application for a Non-Standard Location
Gaucho Unit 99H
E/2 E/2 Section 19-22S-34E &
E/2 E/2 Section 30-22S-34E
Lea County, New Mexico

Gentlemen:

Devon Energy Production Company, L.P. ("Devon") plans to drill the referenced horizontal well to an approximate total vertical depth of 11,421' and an approximate total measured depth of 21,204' in order to test the Third Bone Spring Sandstone formation. As reflected on the attached C-102, the well is being permitted at a surface location of 407' FNL & 1069' FEL of Section 19-22S-34E with a bottom hole location of 330' FSL & 1310' FEL of Section 30-22S-34E. The projected first perforation is estimated at 751' FNL & 1203' FEL in Section 19 and the projected last perforation is estimated at 330' FSL & 1251' FEL Section 30.

The reason behind permitting this well at an unorthodox location is to maximize recovery.

In accordance with 19.15.15.13 NMAC, Devon respectfully requests that the Commission administratively approve this application for an unorthodox location with respect to that portion of the horizontal wellbore as described above.

Please be advised that all of Sections 19 & 30-22S-34E are in the Gaucho Unit which Devon operates and owns 100% working interest. The leasehold owner and operator for (see Exhibit A) the N/2 NE/4 Section 31-22S-34E have been notified of this application. Attached for your convenience is a plat showing the affected tracts.

If you have any questions concerning this application, please contact the undersigned at (405) 228-4397 or at cari.allen@dvn.com.

Sincerely,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Cari Allen
Landman

Enclosures

EXHIBIT A

Kaiser-Francis Oil Company
PO BOX 21468
Tulsa, OK 74121-1468

ConocoPhillips Company
600 North Dairy Ashford
Houston, TX 77079

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code		³ Pool Name	
⁴ Property Code		⁵ Property Name GAUCHO UNIT			⁶ Well Number 99H
⁷ OGRID No. 6137		⁸ Operator Name DEVON ENERGY PRODUCTION COMPANY, L.P.			⁹ Elevation 3468.0

Surface Location

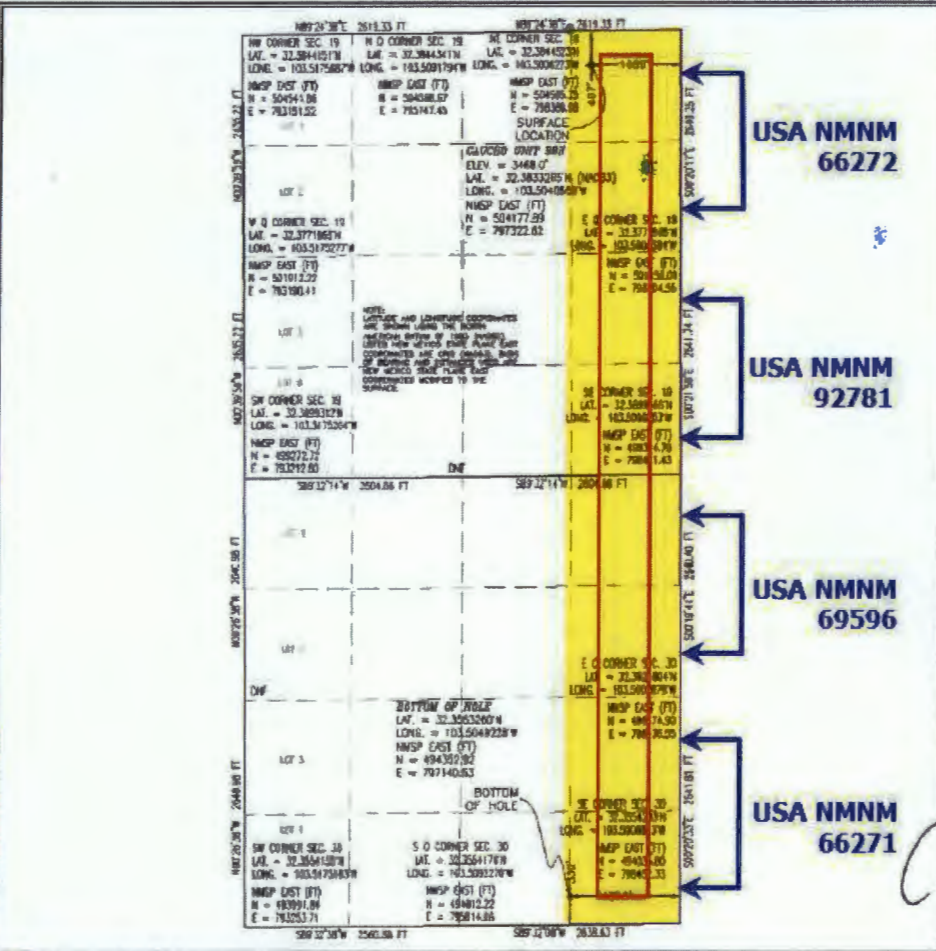
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	19	22 S	34 E		407	NORTH	1069	EAST	LEA

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	30	22 S	34 E		330	SOUTH	1310	EAST	LEA

¹² Dedicated Acres 320	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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.



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 owns a working interest or retained 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 contract 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.

Signature: _____ Date: _____

Printed Name: _____

E-mail Address: _____

SURVEYOR CERTIFICATION

I 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 and correct to the best of my belief.

DECEMBER 3, 2015

Date of Survey: _____

Signature and Seal of Professional Surveyor:

Certificate Number: FILIMON F. JARAMILLO, PLS 12797

SURVEY NO. 4335

--- Project Area
--- Producing Area

Gaucha Unit 99H NSL



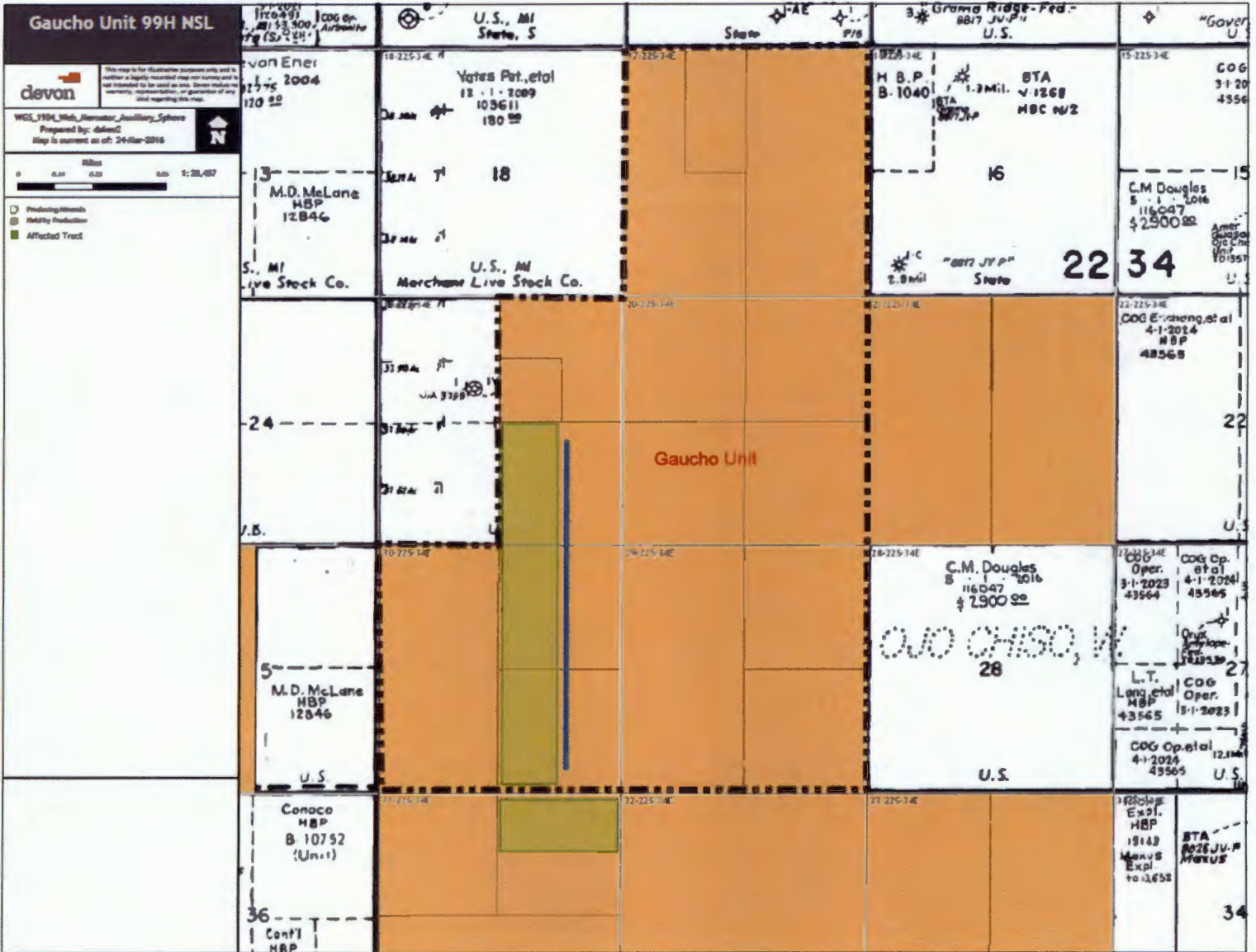
This map is for illustrative purposes only and is neither a legally recorded map nor survey and is not intended to be used as one. Devon makes no warranty, representation, or guarantee of any kind regarding this map.

WGL_199H_Web_Renewal_Auxiliary_Sphere
Prepared by: dalemc
Map is current as of: 24-Mar-2016



Scale: 1:25,000

- Production/Minerals
- Priority Production
- Affected Tract



API: 30-025-

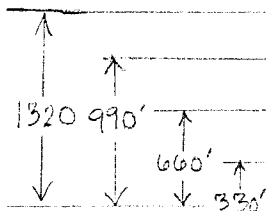
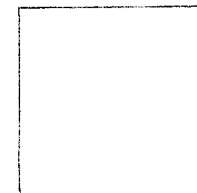
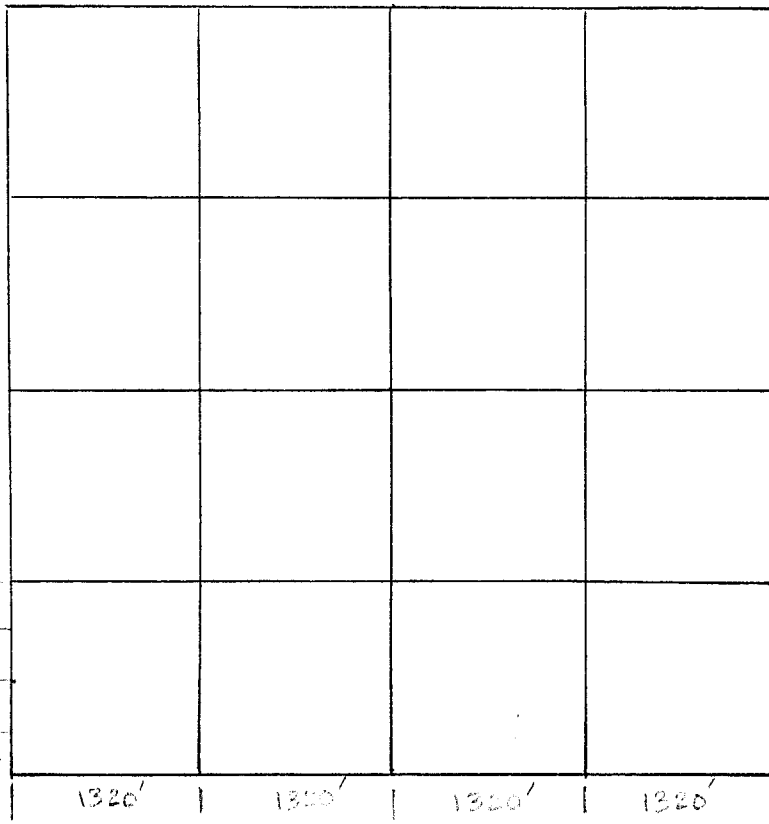
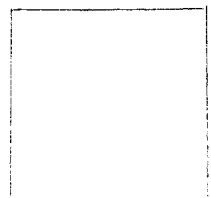
OPERATOR: Devon Energy Prod. Co. (#G137)

Send Conn. Allow. Form 4/7/16
about correct Pool.

NSL- _____

POOL: _____

SEC. 19 T. 22S R. 34E



WELL NAME: Gaucho Unit 99H

PROJECT AREA

GAS: 320' ACRE SPACING
660' SET BACK
(933 HYP)

OIL: 40' ACRE SPACING
330' SET BACK
(466) HYP

DATE RECEIVED: 4/7/16 + 21 DAYS => 4/28/16

N/A IF NO COMMON INT. OR WAIVER SIGNI

Lowe, Leonard, EMNRD

From: Allen, Cari <Cari.Allen@dvn.com>
Sent: Monday, April 11, 2016 8:21 AM
To: Lowe, Leonard, EMNRD
Subject: RE: [EXTERNAL] Devon NSL application: Gaucho Unit # 99H

Leonard,

Yes, it is the same pool.

Thanks,

Cari

From: Lowe, Leonard, EMNRD [mailto:Leonard.Lowe@state.nm.us]
Sent: Thursday, April 07, 2016 4:42 PM
To: Allen, Cari <Cari.Allen@dvn.com>
Subject: [EXTERNAL] Devon NSL application: Gaucho Unit # 99H
Importance: High

Cari,

Re: Gaucho Unit # 99H

Are you requesting the same Pool (WC-025-G-06 S223421L; Bone Spring, # 97922) for the above stated Well stated in the NSL application for this just, 04/07/2016?

Is your APD pending?

Leonard Lowe
Engineering Bureau
Oil Conservation Division
Energy Minerals and Natural Resources Department
1220 South St. Frances
Santa Fe, New Mexico 87004
Office: 505-476-3492
Fax: 505-476-3462
E-mail: leonard.lowe@state.nm.us
Website: <http://www.emnrd.state.nm.us/ocd/>

Confidentiality Warning: This message and any attachments are intended only for the use of the intended recipient(s), are confidential, and may be privileged. If you are not the intended recipient, you are hereby notified that any review, retransmission, conversion to hard copy, copying, circulation or other use of all or any portion of this message and any attachments is strictly prohibited. If you are not the intended recipient, please notify the sender immediately by return e-mail, and delete this message and any attachments from your system.

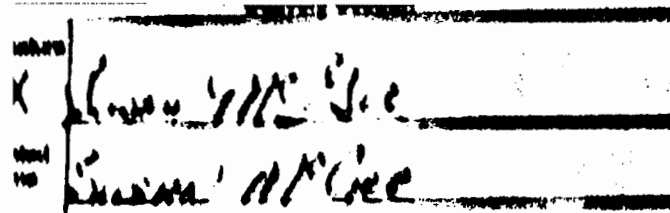


Date Produced: 04/18/2016

DEVON ENERGY CORPORATION:

The following is the delivery information for Certified Mail™/RRE item number 9214 8901 5271 8100 1210 77. Our records indicate that this item was delivered on 04/11/2016 at 05:22 a.m. in TULSA, OK 74103. The scanned image of the recipient information is provided below.

Signature of Recipient :



Address of Recipient :



Thank you for selecting the Postal Service for your mailing needs. If you require additional assistance, please contact your local post office or Postal Service representative.

Sincerely,
United States Postal Service

The customer reference number shown below is not validated or endorsed by the United States Postal Service. It is solely for customer use.

Customer Reference Number: OKC

Recipient Details

Attention To: Land Department

Phone #: 2812931000

Email:

Package Details

Waybill #: 9214890152718100121060

Weight: 1

Reference One:

Package ID: 15372

Two:

Status: Enroute

Three:

Customer:

Shipping Cost: 0.49

0.49

Accessorial: 4.85

4.85

Other: 0.00

0.00

Total Cost: 5.34

5.34

Date Description

2016-04-07 22:26 NORTH HOUSTON, TX PROCESSED THROUGH USP.

2016-04-08 21:03 OKLAHOMA CITY, OK DEPART USPS FACILITY

2016-04-08 20:32 OKLAHOMA CITY, OK PROCESSED THROUGH USPS

2016-04-08 17:03 OKLAHOMA CITY, OK PRE-SHIPMENT INFO SENT TC

2016-04-08 15:57 OKLAHOMA CITY, OK ACCEPT OR PICKUP

Package Options

Void Package Reprint Label Track Package

Package Contents

Part #	Quantity	Description	Unit Price	Total Value
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No records found.

Proof of Delivery

Empty box for proof of delivery signature or stamp.

No Signature Information Available