Hello Jenny,

That will not be needed. This is a bit of a grey area in that the application itself speaks only to specific wells. Having said that, for this order the OCD will be able to amend it to include the additional authorities. For future applications, please be careful to include language within both the application packet and the notice letter.

You may wish to confirm that any other applications currently under review has the cover letter included if its inclusion may mean the difference between having the approvals and not.

Dean McClure Petroleum Engineer, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department (505) 469-8211

From: Harms, Jenny <Jenny.Harms@dvn.com>
Sent: Wednesday, June 23, 2021 5:44 AM
To: McClure, Dean, EMNRD <Dean.McClure@state.nm.us>
Subject: [EXT] RE: [EXTERNAL] Approved Administrative Order PLC-732

Hi Dean,

No worries, I am sure you guys are swamped.

This is in reference to the Belloq application (PLC 732). The letter was not placed in the packet uploaded to the NMOCD as part of the application, but was mailed to the owners. If you are needing a more formal confirmation, I can provide a notarized affidavit of the mailing if that would help?

Thank you,

Jenny Harms

Regulatory Compliance Professional Work Phone: (405)552-6560 Jennifer.harms@dvn.com Devon Energy Center-Tower 333 West Sheridan Avenue Oklahoma City OK 73102-5015

From: McClure, Dean, EMNRD <<u>Dean.McClure@state.nm.us</u>>
Sent: Tuesday, June 22, 2021 6:22 PM
To: Harms, Jenny <<u>Jenny.Harms@dvn.com</u>>

Subject: RE: [EXTERNAL] Approved Administrative Order PLC-732

Hello Jenny,

Sorry about the slow response; I'm still playing catch up with my emails.

The language within the notice letter looks good. Which application was it the notice letter for? PLC-732? I had not noticed it within the application, but then looking at the application now I am not seeing an example of the notice letter in the packet I reviewed.

Dean McClure Petroleum Engineer, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department (505) 469-8211

From: Harms, Jenny <<u>Jenny.Harms@dvn.com</u>>
Sent: Monday, June 21, 2021 12:00 PM
To: McClure, Dean, EMNRD <<u>Dean.McClure@state.nm.us</u>>
Subject: [EXT] FW: [EXTERNAL] Approved Administrative Order PLC-732

Hi Dean,

Just wanted to follow on what your thoughts were on this email below.

Thank you,

Jenny Harms Regulatory Compliance Professional Work Phone: (405)552-6560 Jennifer.harms@dvn.com Devon Energy Center-Tower 333 West Sheridan Avenue Oklahoma City OK 73102-5015

From: Harms, Jenny
Sent: Tuesday, June 15, 2021 9:59 AM
To: McClure, Dean, EMNRD <<u>Dean.McClure@state.nm.us</u>>
Subject: RE: [EXTERNAL] Approved Administrative Order PLC-732

Good morning Dean,

Thank you for the information below, I will revise our future commingle letters for owner notices. I believe this will very beneficial.

Regarding the owner letter mailed 1/6/2021, the letter included the statement "Subsequently drilled wells that produce from the subject pools within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe." Will this suffice for the this particular application? The owners for the Belloq 11-2 FED STATE COM 733H are in the same CA as the Belloq 11-2 FED STATE COM 734H that was originally noticed (please see attachment). I appreciate your review and guidance.

Thank you,

Jenny Harms

Regulatory Compliance Professional Work Phone: (405)552-6560 Jennifer.harms@dvn.com Devon Energy Center-Tower 333 West Sheridan Avenue Oklahoma City OK 73102-5015

From: McClure, Dean, EMNRD <<u>Dean.McClure@state.nm.us</u>>
Sent: Monday, June 14, 2021 11:34 AM
To: Harms, Jenny <<u>Jenny.Harms@dvn.com</u>>
Subject: RE: [EXTERNAL] Approved Administrative Order PLC-732

Hello Jenny,

Unfortunately, Devon did not include within their notice to the interest owners that they wished to seek approval to do as you propose. As such, an application to amend the order will be required to add additional wells.

Upon that application you may wish to request approval to add new leases and pools and/or new wells producing from the authorized leases and pools. If so, it is also ideal to include that within the cover sheet sent to the interest owners.

The precise wording is not important, although many operators choose to word it along the lines of "Applicant requests to surface commingle the current and future wells producing from the following pools and leases..." Please note, you will also need to list the current wells. Upon granting approval of this request, you could then add new wells producing from the same leases and pools via sundry without notice.

If you wish to request approval to only notice the interest owners of new leases and pools to be added via amendment, then you will need to also make that request and reference rule 19.15.12.10(C)(4)(g) NMAC. These two approvals are separate and can be sought together or separately.

Dean McClure

Petroleum Engineer, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department (505) 469-8211

From: Harms, Jenny <<u>Jenny.Harms@dvn.com</u>>
Sent: Monday, June 14, 2021 10:22 AM
To: McClure, Dean, EMNRD <<u>Dean.McClure@state.nm.us</u>>
Subject: [EXT] RE: [EXTERNAL] Approved Administrative Order PLC-732

Hi Dean,

Thank you for the approval below, quick question. If I add one well to this battery, that is associated with the same leases do I need a full application or can I sundry the well to be apart of the application?

Thank you,

Jenny Harms

Regulatory Compliance Professional Work Phone: (405)552-6560 Jennifer.harms@dvn.com Devon Energy Center-Tower 333 West Sheridan Avenue Oklahoma City OK 73102-5015

From: Engineer, OCD, EMNRD <<u>OCD.Engineer@state.nm.us</u>>
Sent: Friday, June 11, 2021 3:03 PM
To: Harms, Jenny <<u>Jenny.Harms@dvn.com</u>>
Cc: McClure, Dean, EMNRD <<u>Dean.McClure@state.nm.us</u>>; Simmons, Kurt, EMNRD
<<u>Kurt.Simmons@state.nm.us</u>>; Bratcher, Mike, EMNRD <<u>mike.bratcher@state.nm.us</u>>; Hawkins,
James , EMNRD <<u>James.Hawkins@state.nm.us</u>>; Powell, Brandon, EMNRD
<<u>Brandon.Powell@state.nm.us</u>>; lisa@rwbyram.com; Glover, James <<u>jglover@blm.gov</u>>; Paradis,
Kyle O <<u>kparadis@blm.gov</u>>; Walls, Christopher <<u>cwalls@blm.gov</u>>; Holm, Anchor E.
<<u>aholm@slo.state.nm.us</u>>; Dawson, Scott <<u>sdawson@slo.state.nm.us</u>>
Subject: [EXTERNAL] Approved Administrative Order PLC-732

NMOCD has issued Administrative Order PLC-732 which authorizes Devon Energy Production Company, LP (6137) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	Location (NMPM)	Pool Code
30-015-45277	Belloq 11 2 Fed State Com #231H	M-11-23S-31E	39350
30-015-45276	Belloq 11 2 Fed State Com #223H	P-11-23S-31E	39350
30-015-45278	Belloq 11 2 Fed State Com #234H	P-11-23S-31E	39350
30-015-45275	Belloq 11 Fed #222H	M-11-23S-31E	39350

30-015-45570	Aleutian 10 3 Fed Com #214H	P-10-23S-31E	39350
30-015-46705	Belloq 11 2 Fed State Com #514H	P-11-23S-31E	39350
30-015-46759	Belloq 11 2 Fed State Com #613H	O-11-23S-31E	98123
30-015-46757	Belloq 11 2 Fed State Com #713H	O-11-23S-31E	98123
30-015-46764	Belloq 11 2 Fed State Com #714H	P-11-23S-31E	98123
30-015-46756	Belloq 11 2 Fed State Com #734H	P-11-23S-31E	98123

The administrative order is attached to this email and can also be found online at OCD Imaging.

Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval.

Dean McClure Petroleum Engineer, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department (505) 469-8211

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