

DATE IN 8/16/12	SUSPENSE	ENGINEER Eeanym	LOGGED IN 8/17/12	TYPE OLM	APP NO PKVRIZZ303ZZ63
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ABOVE THIS LINE FOR DIVISION USE ONLY

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



Devon Energy Production
 Company NP
 Slider 8 Federal #s
 1H, 2H, 3H, 4H

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]
 [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.

Melanie Crawford
 Print or Type Name

Signature

Regulatory Analyst
 Title

6-5-12
 Date

Melanie.Crawford@dmv.com
 E-mail Address

OLM - 68

2012 AUG 16 P 12:45
 RECEIVED OOD



Devon Energy Production Company
333 W. Sheridan Avenue
Oklahoma City, Oklahoma 73102
Phone: (405)-552-4524
Melanie.Crawford@dev.com

June 5, 2012

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

Re: Off Lease Gas Measurement, Sales, & Storage
Slider 8 Federal 1H, Slider 8 Federal 2H, Slider 8 Federal 3H, & Slider 8 Federal 4H
API: 30-015-38242, 30-015-38281, 30-015-38272, & 30-015-38243
Sec 8-T25S-R29E
Lease NMNM99147
Willow Lake; Bone Spring, Southeast Pool Code: 96217
Eddy County, NM

RECEIVED OOD
2012 AUG 16 P 12:45

Dear Mr. Ezeanyim:

Please find attached the OCD Form C-103 and BLM Form 3160-5 Sundry Notice of Intent to Off Lease Gas Measurement, Sales & Storage the aforementioned wells. The working interest, royalty interest and overriding royalty interest owners are uniformed; no additional notification is required.

BLM sundry approval and BLM conditions of approval attached.

Should you require any additional information or assistance, please do not hesitate to contact me at (405)-552-4524.

Very truly yours,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Melanie Crawford
Regulatory Analyst

Enclosures

Q6217 Willow Lake, Bone Spring, Southeast

Slider 8 Federal 1H

8-255-29E

30-015-38242

Slider 8 Federal 2H

8-255-29E

S/2 of section 8

30-015-38281

Slider 8 Federal 3H

8-255-29E

S/2 of section 8

30-015-38272

Slider 8 Federal 4H

8-255-29E

CDP 725070-00

30-015-38243

Chimayo 1

8-255-29E

30-015-29475

Q6846 Corral Draw Wolfcamp, North (g)

DCP CDP 727874-00

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

OPERATOR'S COPY

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Well Name and No. SLIDER 8 FEDERAL 1H
2. Name of Operator DEVON ENERGY PRODUCTION CO, LP Contact: MELANIE A CRAWFORD Email: MELANIE.CRAWFORD@DEVN.COM		9. API Well No. 30-015-38242
3a. Address 333 W. SHERIDAN AVENUE OKLAHOMA CITY, OK 73102	3b. Phone No. (include area code) Ph: 405-552-4524	10. Field and Pool, or Exploratory WILLOW LAKE; BONE SPRING
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 8 T25S R29E		11. County or Parish, and State EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Off-Lease Measurement
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BLA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Devon Energy Production Co, LP respectfully requests to Off Lease Gas Measurement, Sales, & Storage the following wells:

Slider 8 Federal 1H
30-015-38242

Slider 8 Federal 2H
30-015-38281

Slider 8 Federal 3H
30-015-38272

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

SUBMIT FACILITY DIAGRAM AS PER onshore order #3

14. I hereby certify that the foregoing is true and correct. Electronic Submission #139791 verified by the BLM Well Information System For DEVON ENERGY PRODUCTION CO, LP, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 06/14/2012 ()	
Name (Printed/Typed) MELANIE A CRAWFORD	Title REGULATORY ANALYST
Signature (Electronic Submission)	Date 06/05/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <i>J. D. W. Little</i>	Title <i>LPET</i>	Date <i>8/4/12</i>
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office <i>CFO</i>

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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

Additional data for EC transaction #139791 that would not fit on the form

32. Additional remarks, continued

Slider 8 Federal 4H
30-015-38243

There is a central tank battery located on the Slider 8 Federal 4H location for the 4 wells to utilize. At this time they are the only wells utilizing the battery. Production will flow through 1st a separator, then a heater/treater on location before flowing to the DCP CDP Gas Sales Meter 727874-00 located in the NW corner of Section 16-T25S-R29E in Eddy County, NM. No other wells are connected to the gas line and reported gas volumes are the DCP CDP Gas Sales Meter 727874-00 volumes. The well test method will be used and each well will be tested 72 hours monthly.

ROW will or has already been obtained.

The working interest, royalty interest and overriding royalty interest owners are identical; no additional notification is required.



Sam McCurdy
Landman

Devon Energy Corporation
20 North Broadway
Oklahoma City, Oklahoma 73102-8260
Office: (405) 228-2406
Fax: (405) 552-8113

March 28, 2012

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

Re: Off Lease Measurement and Sales
Section 8-T25S-R29E
Eddy County, NM

Gentlemen:

Devon Energy Production Company, L.P. ("Devon") recently reviewed its files covering United States Oil and Gas Lease NMNM-99147 and has determined that the ownership of the working interest, royalty interest and overriding royalty interest in the following wells is uniform:

Slider 8 Federal 1H	API: 30-015-38242
Slider 8 Federal 2H	API: 30-015-38281
Slider 8 Federal 3H	API: 30-015-38272
Slider 8 Federal 4H	API: 30-015-38243



Please feel free to give me a call at (405) 228-2406 if you have any questions.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.:

A handwritten signature in black ink, appearing to read "S. McCurdy".
Sam McCurdy
Landman

MAP NOT
Correct For
Lease boundary

OK



5

4



8

9

Slider 8 Fed. #1H

Slider 8 Fed. #2H

Slider 8 Fed. #3H

NMNM-99147 boundary

Slider 8 Fed. #4H

NOT
LEASE
Boundary

25S 29E

V-4902 boundary

18

17

16

19

20

21



Slider 14, 24, 34

Slider 8 #4

API# 30-

S8 - T25S - R29E

225 FSL & 1868' FEL

Lat. 32°08' 16.63" & Long. 104°00' 14.77"

Production System: Closed


1) Oil sales by tank gauge to tank truck.


2) Seal requirements:


A. Production Phase: On all Tanks.


(1) All valves 5 sealed closed.

Sales Phase: On Tank being hauled.


(1) Valve 1 sealed closed. 

(2) Valve 3 sealed closed. 

(3) Valve 4 sealed. 

(4) Valve 5 sealed closed. 

(5) Misc. Valves: Plugged or otherwise unaccessible. 

NOTE: Valve 2 is either a test or roll line if there is a valve 2 it will be sealed closed. 

Ledger for Site Diagram


Valve #1: Production Line 

Valve #2: Test or Roll line 

Valve #3: Circ./Drain Line 

Valve #4: Equalizer Line 

Valve #5: Sales Line 

Valve #6: BS&W Load Line 

Buried Lines: -----



Firewall: 

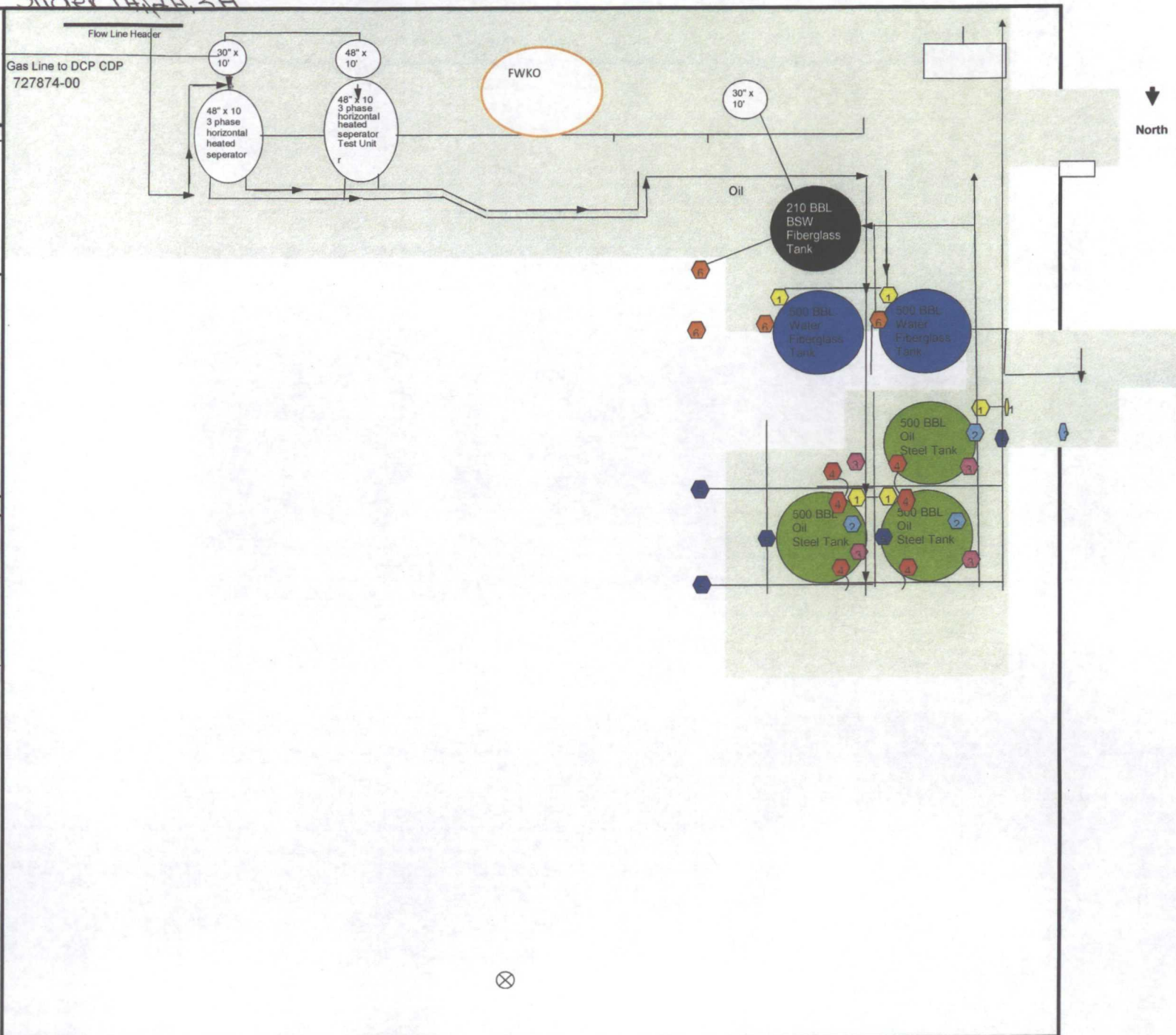
Wellhead: 

Stak-pak: 

Production line: -----

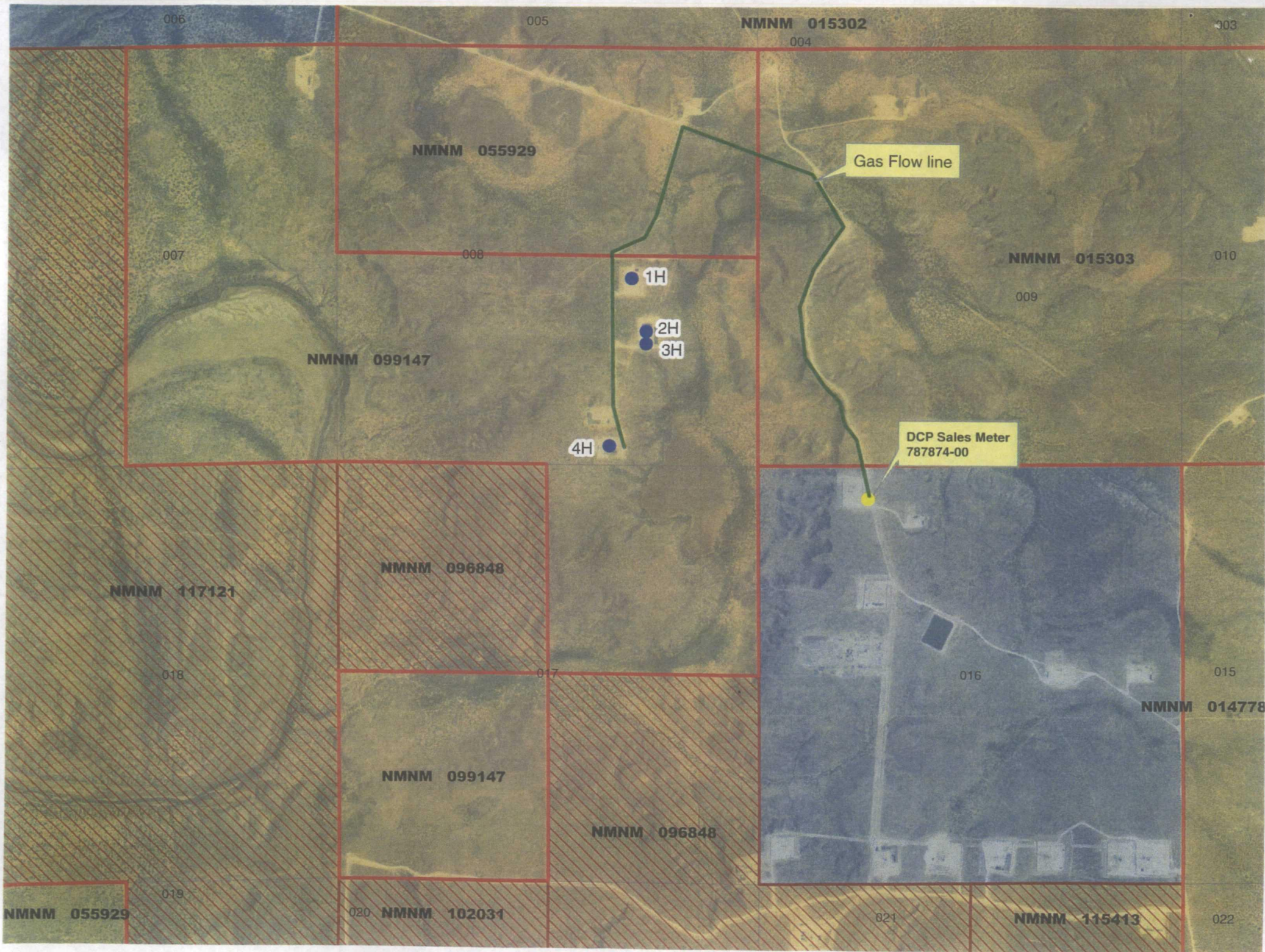
Water line: -----

Gas Meter   



OFF LEASE PRODUCTION

	10/01/11	11/01/11	12/01/11	01/01/12	02/01/12	03/01/12
Well Name	Sum Est Gas	Sum Est Gas	Sum Est Gas	Sum Est Gas	Sum Est Gas	Sum Est Gas
Slider 8 Federal 1H	6,469.55	9,923.97	10,433.19	11,359.19	8,373.65	4,377.57
Slider 8 Federal 2H	5,184.85	6,733.44	4,352.48	4,230.66	4,321.07	2,235.33
Slider 8 Federal 3H	6,766.01	5,192.15	3,858.19	5,027.29	3,153.4	1,409.3
Slider 8 Federal 4H	7,811.61	4,196.43	1,421.7	1,117.11	1,045.86	2,103.21



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

Off-Lease Measurement

**Conditions of Approval: Devon Energy Production Co.
Slider 8 Federal 1H
NM99147**

Approval of off-lease measurement is subject to the following conditions of approval:

1. This agency shall be notified of any change in sales method or location of the Sales point.
2. This agency shall be notified of any spill or discharge as required by NTL-3A. No gas may be vented without proper measurement and prior approval. Any gas vented must be flared.
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 is subject to like approval by the New Mexico Oil Conservation Division.
5. Additional wells and/or leases require additional approvals.
6. 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.
7. Approval for off-lease measurement 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.
8. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "standard Environmental Colors" – Shale Green, Munsell Soil Color No. 5Y 4/2.