

0027550577
devon

ENERGY CORPORATION

AMEND PLC 151
20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260

9/20/00
Telephone 405/235-3611
FAX 405/552-4550

August 24, 2000

Certified Mail No. P 216 556 091

STATE OF NEW MEXICO

Energy, Minerals and Natural Resources Dept.

Oil Conservation Division, District II

2040 South Pacheco

Santa Fe, NM 87505

RE: Authorization to Commingle at Surface the
Wiser St #1, Wiser St #2 and Oxy St #1
with the already commingled
Devon Federal #3, Cactus "9B" Federal #2
and Western Reserves Fed. #2
Sec 9 & Sec 4-21S-26E
Eddy County, New Mexico

Gentlemen:

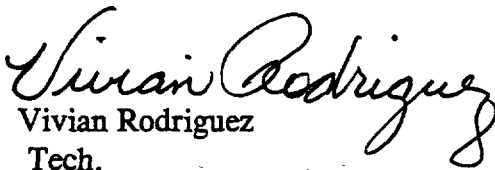
This is our application for administrative approval to surface commingle gas production from the referenced leases. This production will be commingled at the surface in order to more economically produce and market gas from the wells.

These are federal leases and like application has been made to Bureau of Land Management. A copy of that application is attached. No liquids will be commingled. A schematic of the proposed operation, a plat showing all wells to be commingled and the pool from which each well produces are all included in the BLM filing.

Please direct inquiries concerning this matter to Wally Frank at (405) 552-4595.

Yours truly,

DEVON ENERGY PRODUCTION COMPANY, LP


Vivian Rodriguez
Tech.

/vr
Enclosures

copy: NMOCD in Artesia, DEC Field Office, WF, files

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OPERATOR'S COPY

FORM APPROVED
Budget Bureau No. 1004-0135
Expires March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other -----

2. Name of Operator

DEVON ENERGY PRODUCTION COMPANY, LP

3. Address and Telephone No.

20 NORTH BROADWAY, SUITE 1500, OKLAHOMA CITY, OKLAHOMA 73102 (405) 235-3611

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Section 9-T21S-R26E

Section 4-T21S-R26E (please see attached)

5. Lease Designation and Serial No.

(please see attached)

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

N/A

8. Well Name and No.

(Please see attached)

9. API Well No.

(please see attached)

10. Field and Pool, or Exploratory Area

(please see attached)

11. County or Parish, State

Eddy Cnty, NM

CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other Commingling at surface

- ☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Devon Energy Production Company, LP is requesting approval for surface commingling and off-lease storage and measurement of hydrocarbon production from the following wells.

Please see attached

14. I hereby certify that the foregoing is true and correct

Signed Vivian Rodriguez
(This space for Federal or State office use)

Vivian Rodriguez

Title Tech.

Date 8/21/00

Approved by David A. Glass
Conditions of approval, if any:

Title PETROLEUM ENGINEER

Date SEP 15 2000

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

I willfully make to any department or agency of the United States any false, fictitious or fraudulent statements or representations to any matter within its jurisdiction.

*See Instruction on Reverse Side

PLC-151

Devon Federal #3
2310' FNL & 2160' FEL
Unit G, Section 9-T21S-R26E
Eddy Cnty, NM
E. Catclaw Draw (Delaware)
NM0400877

(30-015-26589)

Western Reserves Federal #1
2929' FNL & 1980' FWL
Unit K, Section 4-T21S-R26E
Eddy Cnty, NM
Avalon (Morrow)
NM0514349-A
(30-015-21183)

Wiser State #1
2268' FNL & 2097' FWL
Unit F, Section 9-T21S-R26E
Eddy Cnty, NM
E. Catclaw Draw (Delaware)
K-5261

(30-015-26462)

Oxy state #1
1890' FWL & 1980' FSL
Unit K, Section 9-T21S-R26E
Eddy Cnty, NM
E. Catclaw Draw (Delaware)
L-7010

(30-015-26384)

PLC-151

Cactus "9B" Federal #2
990' FNL & 2310' FEL
Unit B, Section 9-T21S-R26E
Eddy Cnty, NM
E. Catclaw Draw (Delaware)
NM0400877

(30-015-28721)

PLC-151

Western Reserves Federal #2
2923' FNL & 1980' FEL
Unit J, Section 4-T21S-R26E
Eddy Cnty, NM
Avalon (Canyon)
NM051349-A

(30-015-21417)

Wiser State #2
330' FSL & 1890' FWL
Unit N, Section 9-T21S-R26E
Eddy Cnty, NM
E. Catclaw Draw (Delaware)
K-5261

(30-015-26461)

Bureau of Land Management
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201
(505) 627-0272

**Off-Lease Measurement, Storage, and Surface Commingling
Conditions Of Approval**

1. This agency be notified of any change is your sales method or location of the sales meter.
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 is subject to like approval by the New Mexico Oil Conservation Division.
5. Additional wells and/or leases require additional commingling 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 to this office for wells in Chaves or Roosevelt County or the BLM Carlsbad Field office at 620 East Greene Street, Carlsbad, New Mexico 88220-6292 for wells in Eddy or Lea County if you have not already done so.



ENERGY CORPORATION

20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260

Telephone 405/235-3611
FAX 405/552-4550

August 21, 2000

US DEPT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
Post Office Box 1778
Carlsbad, New Mexico 88221-1778

RE: **Authorization to Commingle at Surface the
Wiser St #1, Wiser St #2 and Oxy St #1
with the already commingled
Devon Federal #3, Cactus "9B" Federal #2 and
Western Reserves Fed. #2
Section 9 & Section 4-21S-26E
Eddy County, New Mexico**

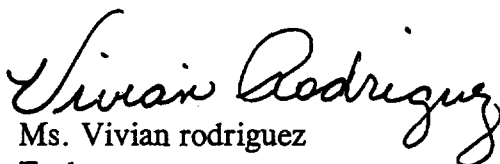
Gentlemen:

Concerning the referenced, enclosed please find original and five copies, with attachments, of Form 3160-5 Sundry Notice of Intent for commingling at surface.

Inquiries concerning this matter may be directed to Wally Frank at (405) 235-3611, X4595.

Yours truly,

DEVON ENERGY PRODUCTION COMPANY, LP


Ms. Vivian rodriguez
Tech.

/vr

Enclosures

copy: NMOCD (Santa Fe & Artesia), WIO's, Engr, Foreman, file

APPLICATION FOR SURFACE COMMINGLING,
OFF LEASE STORAGE AND MEASUREMENT APPROVAL

To: Bureau of Land Management
P.O. Box 1778
Carlsbad, New Mexico 88221-1778

Devon Energy Production Company, LP is requesting approval for surface commingling and off-lease measurement of Natural Gas hydrocarbon production only from the following formation and wells of State lease No. K5261 & L7010; Lease Name: Wiser State #1, Wiser State #2 & Oxy State #1

Well No.	Loc.	Sec.	Twp.	Rng.	Formation
1	SE/NW	9	21S	26E	Delaware
2	SE/SW	9	21S	26E	Delaware
1	NE/SW	9	21S	26E	Delaware

with Natural Gas hydrocarbon production only from the following formation and wells already approved for surface commingling and off-lease measurement on Federal lease No. NM0400877 and NM051349-A Lease Name; Cactus "9B" Federal #2, Devon Federal #3 & Western Reserves Federal #2.

Well No.	Loc.	Sec.	Twp.	Rng.	Formation
2	NW/NE	9	21S	26E	Delaware
3	SW/NE	9	21S	26E	Delaware
2	SW/NE	4	21S	26E	Canyon

The Natural Gas hydrocarbon production from the wells involved is as follows:

Well Name and No.	BOPD	Oil Gravity	MCFPD
Devon Federal #3	36	41.5° @ 68°F	169
Cactus "9B" Federal #2	4	40.5° @ 60°F	53
Western Reserves Fed. #2	0.5	52.0° @ 68°F	125
Wiser State #1	6	40.9° @ 84° F	23
Wiser State #2	14	40.9° @ 84° F	52
Oxy State #1	4	40.9° @ 84° F	15

The proposed operation is described in detail on the attached diagrams.

A map is enclosed (Attachment B) showing the lease numbers and locations of all leases within the affected area. The Federal leases cover Section #4 & #9 where the wells are located. The off lease measurement site is located NE/NW of Section 16, T21S, R26E on State lease No. L-6705 (Attachment B). Neither the Delaware nor Canyon producing zone is unitized or communitized.

A schematic diagram (Attachment C) is also attached which clearly identifies all equipment that is being utilized.

The off lease measuring facility is located in the NE/NW of Section 16, T21S, R26E on State lease No. L-6705, Eddy County, New Mexico. The BLM will be notified if there is any future change in the facility location.

Details of the method for allocating production to contributing sources are as follows:

The natural gas from the Western Reserves Federal #2, Devon Federal #3, Cactus "9B" Federal #2, Wiser State #1 & #2, and the Oxy State #1 is the only hydrocarbon being commingled, measured, and sold off-lease. Each of the wells has it's own orifice check meter. These check meters will be used to allocate production back to each well from the common, off-lease, sales point.

The working interest owners have been notified of this proposal.

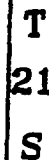
The commingling of production is in the interest of conservation and waste and will result in the most effective, economic means of producing the reserves in place from the proposed wells and will not result in reduced royalty or improper measurement of production from the wells proposed.

Devon Energy Production Company, LP understands that the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. And, Devon Energy Production Company, LP will submit within 30 days an application for right-of-way approval to the BLM's realty section in your office if we have not already done so.

Additional wells require additional commingling approvals.

Devon Energy Production Company LP
20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260
(405) 235-3611 X4595

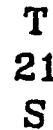
Signature: *Vivian Rodriguez*
Name: Vivian Rodriguez
Title: Tech
Date: 8/21/2000



MTZ

Seeds in Plot			
1999	2000	2001	2002

ATTACHMENT # C



CATCLAW-DRAW AREA

ON FED. 28 & DEVON FED. BATT
BY LINE INDICATED
BUTCHER HOUSE



ENERGY CORPORATION

20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260

Telephone: 405/235-3611
FAX 405/552-4550

August 21, 2000

Working Interest Owners

Re: Intent to Commingle Gas Production
Delaware Pool
Oxy State #1
Wiser State #1
Wiser State #2
With the already commingled
Avalon (Canyon)
Western Reserves Fed. #2
Delaware Pool
Devon Federal #3 and
Cactus "9B" Federal #2
Eddy County, New Mexico

Gentlemen:

This is to inform you, per BLM regulations, of our intention to surface commingle gas production from the referenced pool. We have attached a copy of our application to the BLM and wish to call your attention to a few items. First, please note that the legal locations of all wells included in this commingling are itemized. Second, please note the planned method of allocating gas production from each of the wells. We have also notified the NMOCD of our intentions in this matter.

We anticipate commingled gas sales of about 430 MCFD. If you need additional information, please advise.

Sincerely,

DEVON ENERGY PRODUCTION COMPANY, LP

Walter M. Frank by V. Rodriguez
Walter M. Frank
District Engineer

Intent to Commingle Gas Production
Delaware Pool wells
Sec. 9- & Sec 4-T21S-R26E
Eddy County, New Mexico
August 21, 2000
Page 2

WIO Address List

	Certified Mail No.
BONNEVILLE FUELS CORP (PARTICIPATE) ATTN DAVE SPELMAN 1550 LINCOLN SUITE 1800 DENVER CO 80264	P 216 556 080
OXY USA INC ATTN ERMA GALINDO PO BOX 50250 MIDLAND TX 79710	P 216 556 081
DAVID FARMER PO BOX 1173 MIDLAND TX 79702	P 216 556 082
TOM E JOHNSON PO BOX 1707 MIDLAND TX 79702	P 216 556 083
RIVERHILL ENERGY CORP C/O COASTAL MANAGEMENT PO BOX 970412 DALLAS TX 75397-0412	P 216 556 084
ST MARY LAND & EXPL CO 1776 LINCOLN STREET SUITE 1100 DANVER CO 80203	P 216 556 085
SANTA FE ENERGY OPERATING PARTNERS 550 WEST TEXAS SUITE 1330 MIDLAND TX 79701	P 216 556 086
E & S LLC 545 CANYON SPRINGS DRIVE EL PASO, TX 79912-3445	P 216 556 087

Intent to Commingle Gas Production
Delaware Pool wells
Sec. 9- & Sec 4-T21S-R26E
Eddy County, New Mexico
August 21, 2000
Page 3

NM & T RESOURCES LLC
P O BOX 10523
MIDLAND, TX 79702

P 216 556 088

CHEMILY MANAGEMENT COMPANY
P O BOX 4346 DEPT 630
HOUSTON, TX 77210-4346

P 216 556 089

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

ADMINISTRATION

Phone (505) 827-5700

Fax (505) 827-5853

GENERAL COUNSEL

Phone (505) 827-5713

Fax (505) 827-4262

PUBLIC AFFAIRS

Phone (505) 827-1245

Fax (505) 827-5766



**New Mexico State Land Office
Commissioner of Public Lands
Ray Powell, M.S., D.V.M.**

COMMERCIAL RESOURCES

Phone (505) 827-5724

Fax (505) 827-6157

MINERAL RESOURCES

Phone (505) 827-5744

Fax (505) 827-4739

ROYALTY MANAGEMENT

Phone (505) 827-5772

Fax (505) 827-4739

SURFACE RESOURCES

Phone (505) 827-5793

Fax (505) 827-5711

October 31, 2000

Devon Energy Corporation
20 North Broadway
Suite 1500
Oklahoma City, Oklahoma 73102-8260

Attn: Ms. Vivian Rodriguez

Re: Application for Surface Commingling
Western Reserve Federal Lease
SW/4NE/4, Section 4-21S-26E
NE/4SW/4, Section 4-21S-26E
Cactus '9B' Federal and Devon Federal Leases
W/2NE/4, Section 9-21S-26E
Wiser State Lease K-5261
SE/4NW/4 and SE/4SW/4, Section 9-21S-26E
Oxy State Lease L-7010
NE/4SW/4, Section 9-21S-26
East Catchlaw-Draw, Avalon-Upper Pennsylvania Gas and Avalon-Morrow Pools
Eddy County, New Mexico

Dear Ms. Rodriguez:

We have received a copy of the New Mexico Oil Conservation Division's Order No. PLC-151, 1st Amendment which notifies this office of your application to surface commingle the production from the above-captioned well.

Pursuant to State Land Office Rule Nos. 1.053, 1.054 and 1.055, please submit a copy of your commingling request to this office. Enclosed is a copy of our commingling rules and regulations. The filing fee for a commingling application is thirty (\$30.00) dollars.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

BY: 

JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/JB/cpm

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

ADMINISTRATION

Phone (505) 827-5700

Fax (505) 827-5853

GENERAL COUNSEL

Phone (505) 827-5713

Fax (505) 827-4262

PUBLIC AFFAIRS

Phone (505) 827-1245

Fax (505) 827-5766



PLC-151

COMMERCIAL RESOURCES

Phone (505) 827-5724

Fax (505) 827-6157

MINERAL RESOURCES

Phone (505) 827-5744

Fax (505) 827-4739

ROYALTY MANAGEMENT

Phone (505) 827-5772

Fax (505) 827-4739

SURFACE RESOURCES

Phone (505) 827-5793

Fax (505) 827-5711

**New Mexico State Land Office
Commissioner of Public Lands
Ray Powell, M.S., D.V.M.**

January 3, 2001

Devon Energy Corporation
20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260

Attention: Ms. Vivian Rodriguez

Re: **Surface Commingling Application**
Wiser St. #1, Wiser St. #2 and Oxy St. #1
With the already commingled
Devon Federal #3, Cactus "9B" Federal #2
And Western Reserves Fed. #2
Sec. 9 & Sec. 4-21S-26E
Eddy County, New Mexico

Dear Ms. Rodriguez:

We are in receipt of your letter of August 24, 2000 requesting our approval for surface commingling, off-lease storage and measurement of hydrocarbon production from the above captioned wells.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved. Our approval is subject to like approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.

Your \$30.00 filing fee has been received.

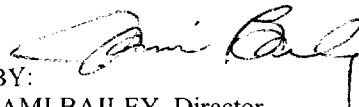
Please contact Ms. Debbie Padilla at 505/827-5729 regarding a possible right-of-way through the N/2NW/4, NW/4NE/4 of Section 16-21S-26E.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,


RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

BY:


JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/JB/pm

pc: Reader File,


BLM: Attention: Mr. Armando Lopez
Debbie Padilla – Right of Way Section