

ABOVE THIS LINE FOR DIVISION USE ONLY

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



PT6W
 OLS -1132633956
 Devon

3 wells

ADMINISTRATIVE APPLICATION CHECKLIST

30-025-39940

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]

-39949
 -40105

2 ea Fed

[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 _____

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[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

Melanie Crawford

Regulatory Analyst
 Title

Date

9/20/11

Melanie.Crawford@dvn.com
 E-mail Address

OLS-199
 OLM-54



Devon Energy Production Company
20 North Broadway – CT 3.058
Oklahoma City, Oklahoma 73102-8260
Phone: (405)-552-5424
Fax (405)-552-1358
Melanie.Crawford@devon.com

September 20, 2011

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
Trionyx 6 Federal 1H, Trionyx 6 Federal 2H, & Trionyx 6 Federal 3H
Sec 6-T25S-R32E
NMLC-061863-A
API # 30-025-39948, 30-025-39949, & 30-025-~~39984~~
Wildcat; Bone Spring Pool Code: 96403 40105
Lea County, New Mexico**

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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 for the aforementioned wells.

The working interest, royalty interest and overriding royalty interest owners in both leases are uniform; no further notification is required.

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

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

~~OFFICE~~

OCD Hobbs
HOBBS OCD

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

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.

OCT 05 2011

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

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1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMLC061863A
2. Name of Operator DEVON ENERGY PRODUCTION CO		6. If Indian, Allottee or Tribe Name
Contact: MELANIE A CRAWFORD Email: MELANIE.CRAWFORD@DVN.COM		7. If Unit or CA/Agreement, Name and/or No.
3a. Address 20 NORTH BROADWAY SUITE 1500 OKLAHOMA CITY, OK 73102	3b. Phone No. (include area code) Ph: 405-552-4524	8. Well Name and No. Multiple--See Attached
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Multiple--See Attached		9. API Well No. Multiple--See Attached
		10. Field and Pool, or Exploratory UNDESIGNATED WILDCAT
		11. County or Parish, and State LEA 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 Measuremen t
	<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 recomplete 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/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion 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 EEnergy Production Co, LP respectfully requests approval for Off-Lease Gas measurement, Sales, & Storage for the following wells:

Trionyx 6 Federal 1H
API: 30-025-39948

Trionyx 6 Federal 2H
API: 30-025-39949

Trionyx 6 Federal 3HY
API: 30-025-39984

40105

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

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

Electronic Submission #118525 verified by the BLM Well Information System
For DEVON ENERGY PRODUCTION CO LP, sent to the Hobbs
Committed to AFMSS for processing by KURT SIMMONS on 09/28/2011 (11KMS1094SE)

Name (Printed/Typed) MELANIE A CRAWFORD	Title REGULATORY ANALYST
Signature (Electronic Submission)	Date 09/27/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By DUNCAN WHITLOCK	Title LEAD PET	Date 10/03/2011
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 Hobbs

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.

** BLM REVISED **

OCT 11 2011

Additional data for EC transaction #118525 that would not fit on the form

Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMLC061863A	NMLC061863A	TRIONYX 6 FEDERAL 1H	30-025-39948-00-X1	Sec 6 T25S R32E SWSW 200FSL 940FWL
NMLC061863A	NMLC061863A	TRIONYX 6 FEDERAL 2H	30-025-39949-00-X1	Sec 6 T25S R32E SWSW 200FSL 990FWL
NMLC061863A	NMLC061863A	TRIONYX 6 FEDERAL 3HY	30-025-40105-00-X1	Sec 6 T25S R32E SWSW Lot M 200FSL 1015FWL

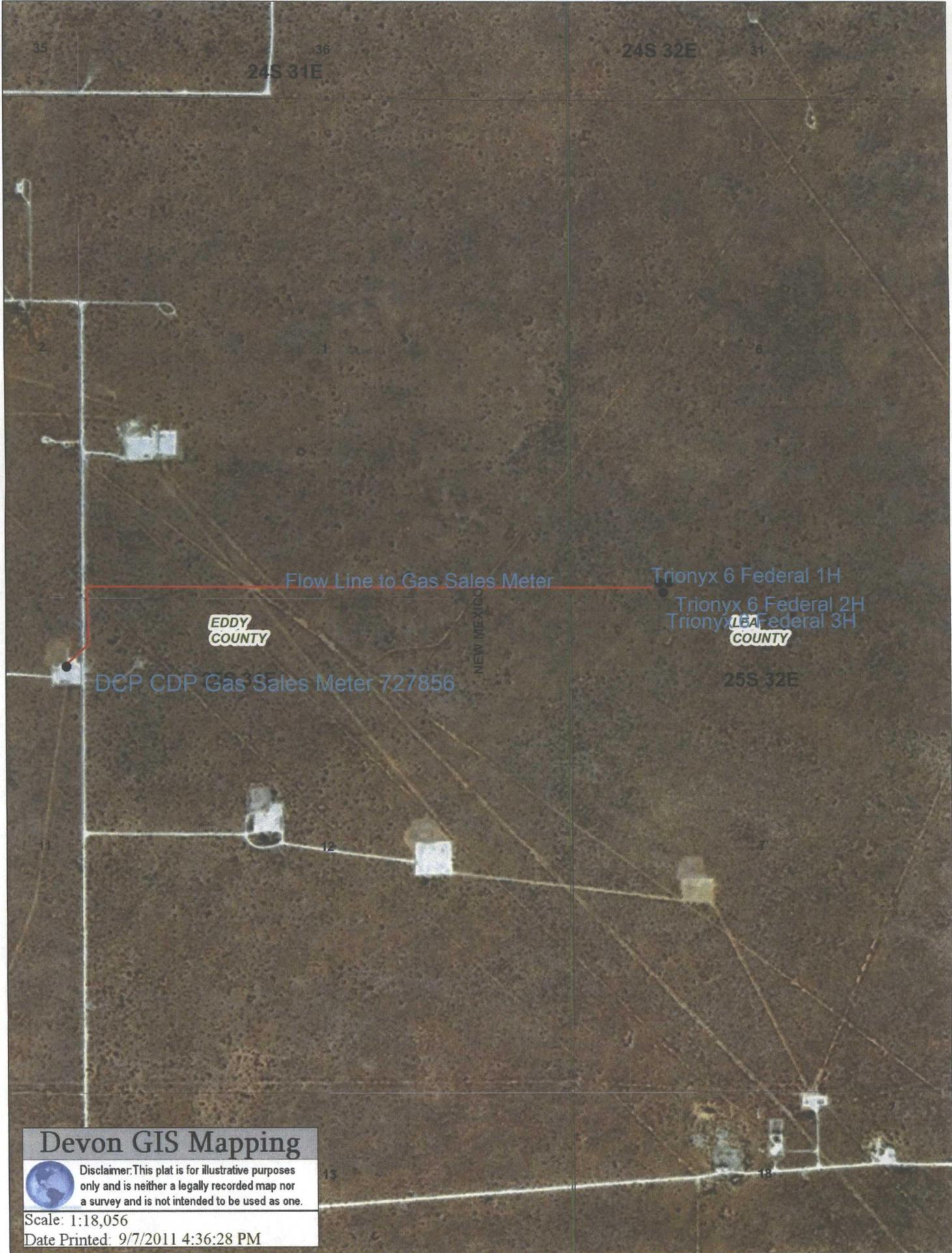
32. Additional remarks, continued

This is a three well pad and the tank battery is located on the well pad location. All three wells will utilize this tank battery and will be the only wells at this time. The ~~CDP~~ CDP Gas Sales Meter 727856-00 is located in Sec 11, T25S, R31E in Lea County, NM. All three wells will flow to the CDP and will be the only wells at this time utilizing the DCP CDP Gas Sales Meter 727856-00. There will be allocation gas, oil, and p/w meter for every well at the well and there will also be a gas check meter to check against the DCP CDP 727856-00 and it will be located at the Trionyx tank battery.

*Will submit production and meter number once available.

ROW will or has already been obtained.

The working interest, royalty interest and overriding royalty interest owners in the lease are unformed; no additional notification is required.



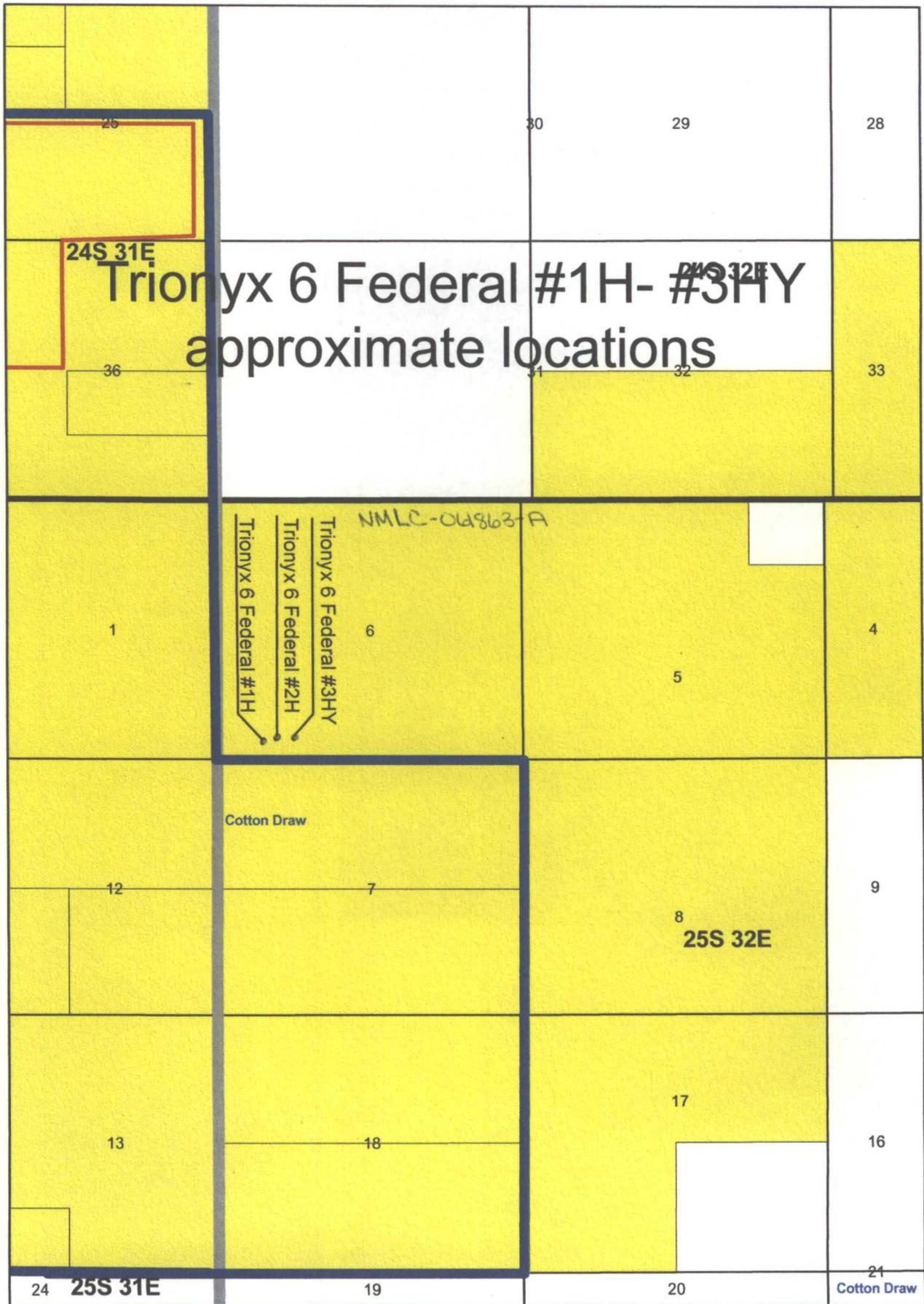
Devon GIS Mapping



Disclaimer: This plat is for illustrative purposes only and is neither a legally recorded map nor a survey and is not intended to be used as one.

Scale: 1:18,056

Date Printed: 9/7/2011 4:36:28 PM



24S 31E

Trionyx 6 Federal #1H- #3HY
approximate locations

Trionyx 6 Federal #1H
Trionyx 6 Federal #2H
Trionyx 6 Federal #3HY

NMLC-069863-A

Cotton Draw

25S 32E

25S 31E

Cotton Draw

Trionyx 6 Federal 1 Battery
 Section 6, T25S, R32E
 200'FNL&940FEL
 Lea County, N.M.
 API# 30-025-39948

Production System: Open

- 1) Oil sales by tank gauge to tank truck.
- 2) Seal requirements:

A. Production Phase: On all Tanks.

(1) All valves 5 sealed closed.

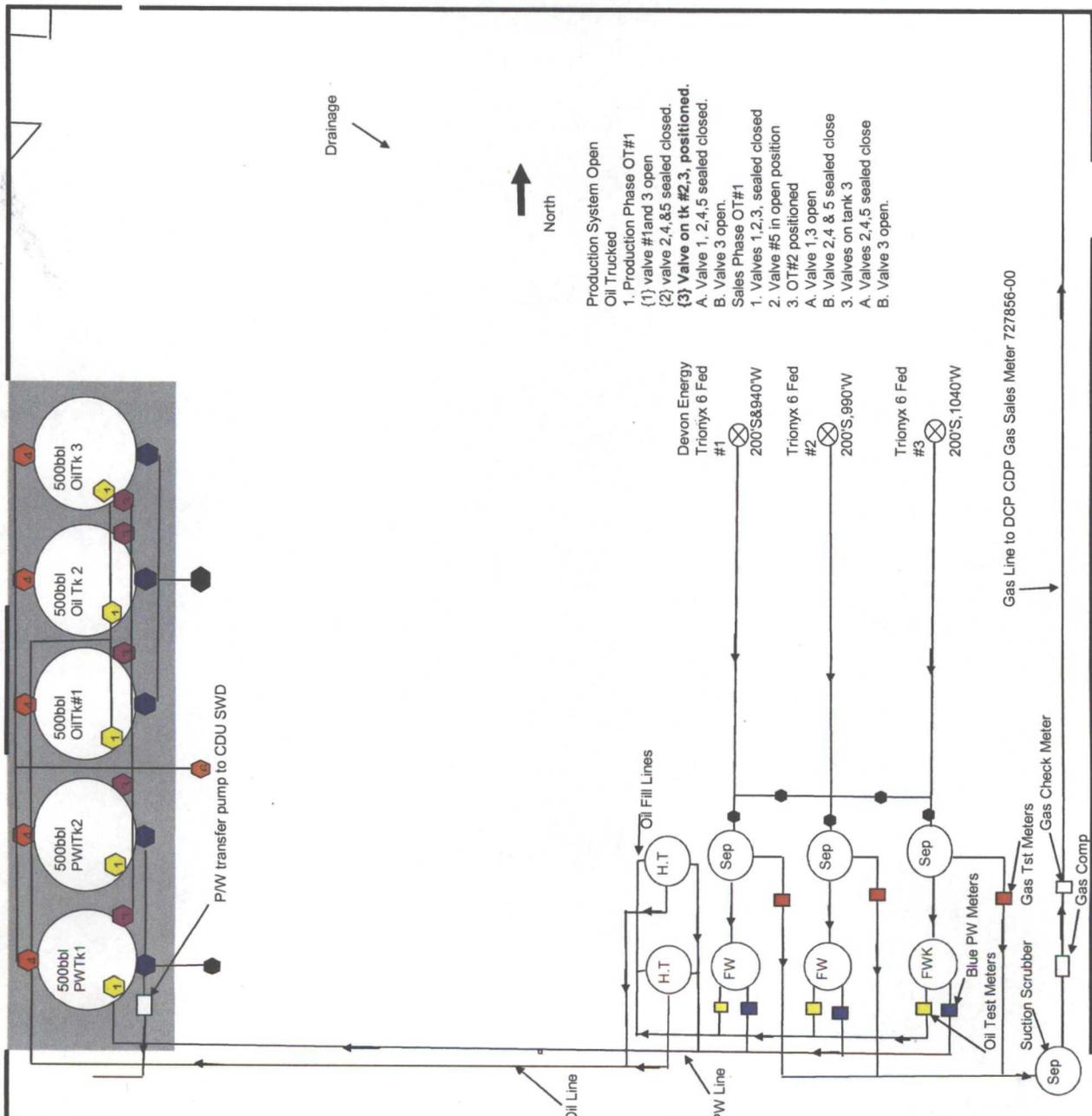
- Sales Phase: On Tank being hauled.
- (1) Valve 1 sealed closed.
 - (2) Valve 3 sealed closed.
 - (3) Valve 4 sealed closed.
 - (4) Valve 5 sealed closed.

{5} Misc. Valves: Plugged or otherwise inaccessible.
 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: Equalizer Line
- Valve #4: Circ./Drain Line
- Valve #5: Sies Line
- Valve #6: BS&W Load Line

- Buried Lines: -----
- Firewall:
- Wellhead:
- Stak-pak:
- Production line: _____
- Water line: -----
- Gas Meter:



- Production System Open
 Oil Trucked
1. Production Phase OT#1
 (1) valve #1 and 3 open
 (2) valve 2, 4, & 5 sealed closed.
 (3) Valve on tk #2, 3, positioned.
- A. Valve 1, 2, 4, 5 sealed closed.
 B. Valve 3 open.
- Sales Phase OT#1
1. Valves 1, 2, 3, sealed closed
 2. Valve #5 in open position
 3. OT#2 positioned
- A. Valve 1, 3 open
 B. Valve 2, 4 & 5 sealed close
 3. Valves on tank 3
- A. Valves 2, 4, 5 sealed close
 B. Valve 3 open.



Sam McCurdy
Landman

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

August 22, 2011

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

Re: Off Lease Measurement and Sales
Section 6-T25S-R32E
Lea Counties, NM

Gentlemen:

Devon Energy Production Company, L.P. ("Devon") recently reviewed its files covering United States Oil and Gas Lease LC-061863-A and has determined that the ownership of the working interest, royalty interest and overriding royalty interest in the following wells is uniform: ✓

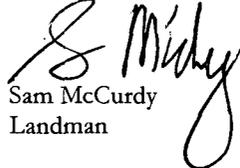
Trionyx 6 Federal 1H	API: 30-025-39948
Trionyx 6 Federal 2H	API: 30-025-39949
Trionyx 6 Federal 3H	API: 30-025- 39984

40105

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.


Sam McCurdy
Landman

**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.
Trionyx 6 Federal 1H, 2H & 3HY**

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.