

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]

[A] Location - Spacing Unit - Simultaneous Dedication API PJ00 1216540040
 NSL NSP SD
 (Well name) TRAVIS 23K STATE.COM
 (Loc name) K 22 185 28E

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

Melanie Crawford
Signature

Regulatory Analyst
Title

6-8-12
Date

Melanie.Crawford@dvn.com
E-mail Address

RECEIVED OOD
 2012 JUN 12 P 12:49
 OIL Well
 80 acre
 (N/2 SW/4)

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised June 10, 2003

OIL CONSERVATION DIVISION
1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Devon Energy Production Co., LP
OPERATOR ADDRESS: 333 W. Sheridan Avenue, Oklahoma City, OK 73102

APPLICATION TYPE:
 Pool Commingling Lease Commingling Pool and Lease Commingling Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: Fee State Federal

Is this an Amendment to existing Order? Yes No If "Yes", please include the appropriate Order No. _____
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling
 Yes No

(A) POOL COMMINGLING
Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes

(2) Are any wells producing at top allowables? Yes No
(3) Has all interest owners been notified by certified mail of the proposed commingling? Yes No.
(4) Measurement type: Metering Other (Specify)
(5) Will commingling decrease the value of production? Yes No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING
Please attach sheets with the following information

(1) Pool Name and Code.
(2) Is all production from same source of supply? Yes No
(3) Has all interest owners been notified by certified mail of the proposed commingling? Yes No
(4) Measurement type: Metering Other (Specify)

(C) POOL and LEASE COMMINGLING
Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT
Please attached sheets with the following information

(1) Is all production from same source of supply? Yes No
(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)
Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.
(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Melanie Crawford TITLE: Regulatory Analyst DATE: 10-8-12
TYPE OR PRINT NAME: Melanie Crawford TELEPHONE NUMBER: 405-552-4524
E-MAIL ADDRESS: Melanie.Crawford@dvn.com

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-015-27894
5. Indicate Type of Lease FED <input type="checkbox"/> STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Travis 23K State Com
8. Well Number 1
9. OGRID Number 6137
10. Pool name or Wildcat 59860 Travis; Upper Penn
11. Elevation (Show whether DR, RKB, RT, GR, etc.) n/a
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
Devon Energy Production Company, LP

3. Address of Operator
333 W. Sheridan Avenue, Oklahoma City, OK 73102 (405) 552-4524

4. Well Location
 Unit Letter _____ : _____ feet from the _____ line and _____ feet from the _____ line
 Section 23 Township 18S Range 28E NMPM Eddy County New Mexico

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
n/a

Pit or Below-grade Tank Application or Closure

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: Off Lease Measurement, Sales & Storage <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Devon Energy Production Co., LP respectfully requests to Off Lease Measurement, Sales & Storage the production for the Travis 23K State Com 1 well. The production will flow to the tank battery and CDP located at the Turkey Town State Com 1 located in Section 23-T18S-R28E in Eddy County, NM. The Travis 23K State Com 1 facilities are separate from the Turkey Town State Com 1 facilities. No other wells are connected to the gas line and reported gas volumes are the CDP sales meter volumes.

ROW will or has already been obtained.

The working interest, royalty interest and overriding royalty interest owners are not identical; parties have been notified via certified mail (see attached).

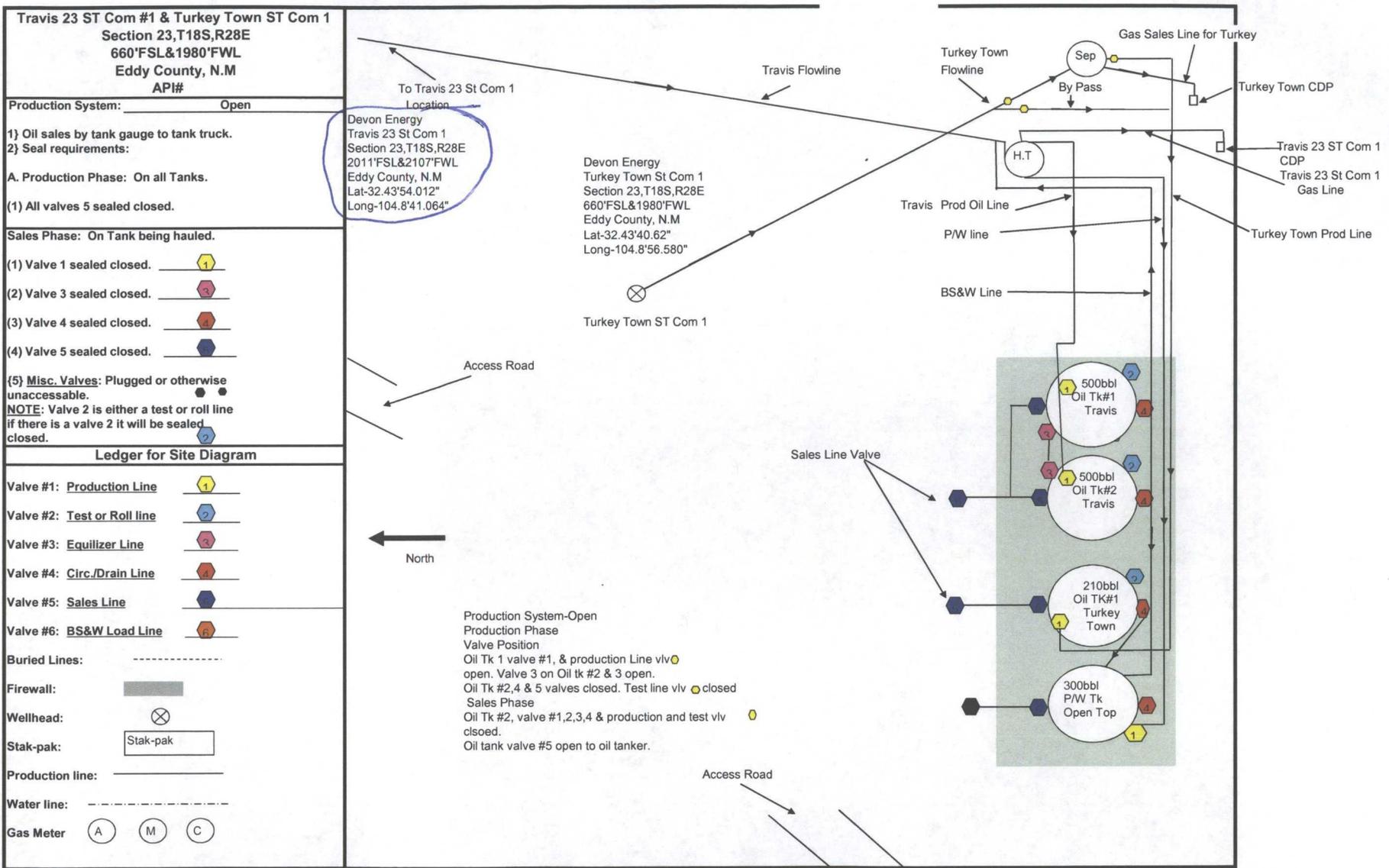
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE: Melanie Crawford TITLE: Regulatory Analyst DATE: 6-8-12

Type or print name Melanie Crawford E-mail address: Melanie.Crawford@dmr.com Telephone No. (405) 552-4524
 For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any):



15

14

13

18S 28E

23

22

24

E-1392

E-1287

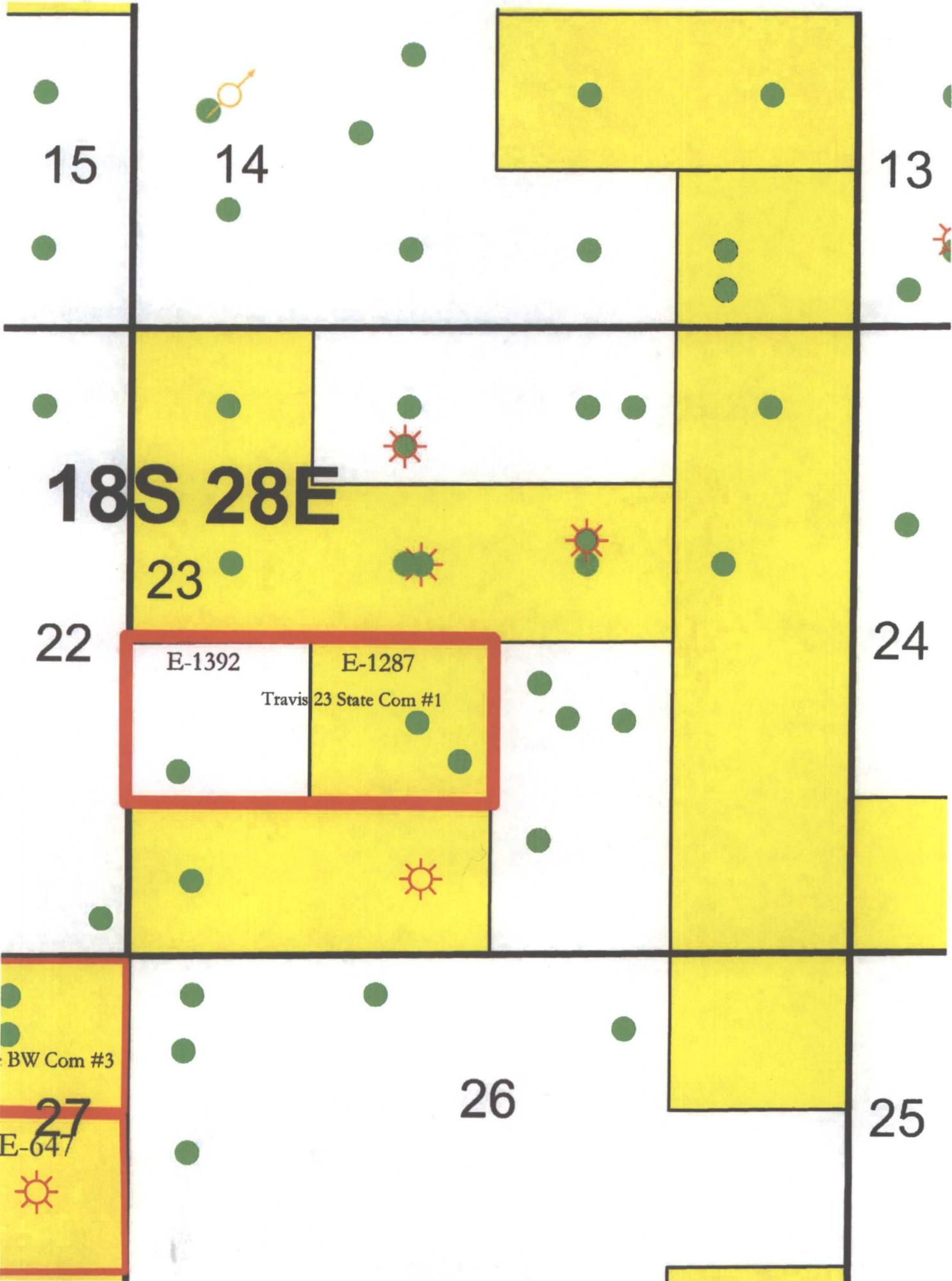
Travis 23 State Com #1

BW Com #3

27
E-647

26

25





Devon Energy Corporation
333 W. Sheridan
Oklahoma City, OK 73102

405 235 3611 Phone
www.devonenergy.com

June 8, 2012

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Interest Owners

Re: Request for Off Lease Measurement, Sales & Storage
Travis 23K State Com 1
Sec 23T18S R28E
API # 30-015-27894
Pool 59860 Travis; Upper Penn
Eddy County, New Mexico

Gentlemen:

This is to advise you that Devon Energy Production Company, LP, is filing an application with the New Mexico Oil Conservation Division ("NMOCD") seeking approval to permit off lease measurement, sales & storage of production from the above well.

A copy of our application submitted to the Division is attached.

Any objections or requests that a hearing should be held regarding this application must be submitted to the New Mexico Oil Conservation Division Santa Fe office within 20 days from the date of this letter.

Please contact the undersigned at (405) 552-4524 should you have any questions or need anything further.

Sincerely,

Devon Energy Production Company, L.P.

A handwritten signature in black ink that reads "Melanie Crawford". The signature is written in a cursive style with a large, looped "C" at the end.

Melanie Crawford
Regulatory Analyst
Enclosure



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

June 8, 2012

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

**Re: Off Lease Measurement, Sales, & Storage
Travis 23K State Com 1
API: 30-015-27894
Sec 23-T18S-R28E
Lease E-1392; E-1287
Pool Code: 59860 Travis; Upper Penn
Eddy County, New Mexico**

RECEIVED OCD
2012 JUN 12 P 12:49

Dear Mr. Ezeanyim:

Please find attached the OCD Form C-103, C-107B and BLM Form 3160-5 Sundry Notice of Intent to Off Lease Measurement, Sales & Storage the above well. The working interest, royalty interest and overriding royalty interest owners in are not uniformed; notifications have been sent via certified mail (see attached).

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

SURFACE COMMINGLE APPLICATION CHECKLIST

5/27/2011

Company: Devon Energy Prod Co LP Contact: Melanie Crawford
 Date in: _____ Data Request? yes - 8/15/12
 Location: (Tsp/Rge) 23/18S/28E

(6137)

	Commingle	Battery or "Store" Location	Sales Location	EDDY	Offlease?
Oil or Cond.	<input checked="" type="checkbox"/>		<u>23-18S-28E</u>	<u>Troytown State Com 1</u>	<input checked="" type="checkbox"/>
Gas	<input checked="" type="checkbox"/>				

? who?

Ownership
 Identical? _____
 Diverse? OLS (yes)
 Included Notice List? _____
 Date of Last Notice: _____
 Permit Type OLS/OLM

Lease (y/n)
 Federal/Tribal _____
 State
 Fee _____
 Allocation
 Continuous Metering _____
 Well Tests _____
 Subtraction _____
 Other _____

Noticed? _____
 What Parameter for future additions?
 Future Addition _____

#	All Pool Names	Pool Num	Type
1	<u>Troytown; UPBz Perm</u>	<u>59860</u>	<u>oil</u>
2			
3			
4			

(80 acre)
(10/2 SW/4)

Offlease?	SurfLoc	API Numbers	Pool#(s)	Acres	Descr.	DHC Permit
<input checked="" type="checkbox"/>	<u>K</u>	<u>30-015-27894</u>	<u>1</u>	<u>80</u>	<u>KL</u>	<u>---</u>

Troytown 23K State Com #1 30-015-27894
K/23/18S/28E/EDDY
(2011 FSL/2107 FSL)

Jones, William V., EMNRD

From: Jones, William V., EMNRD
Sent: Thursday, August 16, 2012 2:21 PM
To: 'Crawford, Melanie'
Subject: Offlease Sales application from Devon: Travis 23K State Com #1 (one oil well, one pool, oil and gas)

Hello Melanie,

Richard normally handles surface commingles, but has asked me to complete this evaluation of your application.

I know this is a State lease, but I can't find the list of parties that were notified and the date they were notified – would you please send?

Apparently this oil well is spaced in the N/2 SW/4 Sec 23 T18S R28E so the owners to be notified would be all owners in that 80 acres who get a check from sales of this well. Let me know if it is only Devon and the State Land Office.

I apologize if you have already sent this.

Thanks in advance,

William V. Jones, P.E.

505-476-3448W 505-476-3462F

Engineering Bureau, Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, NM 87505

Jones, William V., EMNRD

From: Crawford, Melanie <Melanie.Crawford@dvn.com>
Sent: Thursday, August 16, 2012 3:27 PM
To: Jones, William V., EMNRD
Subject: RE: Offlease Sales application from Devon: Travis 23K State Com #1 (one oil well, one pool, oil and gas)
Attachments: Travis 23K State Com 1_Notification Labels.doc

Here is the Travis list and I mailed it to them on 6/11/12.

From: Jones, William V., EMNRD [<mailto:William.V.Jones@state.nm.us>]
Sent: Thursday, August 16, 2012 4:09 PM
To: Crawford, Melanie
Subject: RE: Offlease Sales application from Devon: Travis 23K State Com #1 (one oil well, one pool, oil and gas)

Melanie,
Do you know about this Travis ownership?
I have the permit written....

Thanks,
Will

From: Crawford, Melanie [<mailto:Melanie.Crawford@dvn.com>]
Sent: Thursday, August 16, 2012 2:54 PM
To: Jones, William V., EMNRD
Subject: RE: Offlease Sales application from Devon: Travis 23K State Com #1 (one oil well, one pool, oil and gas)

Will

Here are the lists of the owners that I sent information too.

Thanks
Mel

From: Jones, William V., EMNRD [<mailto:William.V.Jones@state.nm.us>]
Sent: Thursday, August 16, 2012 3:20 PM
To: Crawford, Melanie
Subject: Offlease Sales application from Devon: Travis 23K State Com #1 (one oil well, one pool, oil and gas)

Hello Melanie,
Richard normally handles surface commingles, but has asked me to complete this evaluation of your application.

I know this is a State lease, but I can't find the list of parties that were notified and the date they were notified – would you please send?

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William V. Jones, P.E.

505-476-3448W 505-476-3462F

Engineering Bureau, Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, NM 87505

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Yates Petroleum Corporation
105 S 4th St
Artesia, NM 88210

Certified Mailing
Number: 7010 1060
0000 0923 3220

Vilas Sheldon Marital Trust
PO Box 5555
McAllen, TX 78502-555

Certified Mailing
Number: 7010 1060
0000 0923 3237

Read & Stevens Inc
PO Box 1518
Roswell, NM 88202

Certified Mailing
Number: 7010 1060
0000 0923 3244

Bean Family Limited Company
PO Box 1738
Roswell, NM 88202-1738

Certified Mailing
Number: 7010 1060
0000 0923 3251

Khody Land & Minerals Co
3817 NW Expressway, Ste 950
Oklahoma City, OK 73112

Certified Mailing
Number: 7010 1060
0000 0923 3268

Sacramento Partners Ltd
105 S 4th Street
Artesia, NM 88210

Certified Mailing
Number: 7010 1060
0000 0923 3275

May Oil & Gas LLC
714 E Kaliste Saloom Rd, Ste A1
Lafayette, LA 70508-2529

Certified Mailing
Number: 7010 1060
0000 0923 3282

Beverly J Smith Estate
965 Decatur Ave
Ventura, CA 93004

Certified Mailing
Number: 7010 1060
0000 0923 3299

State of New Mexico
PO Box 1148
Santa Fe, NM 87504-1148

Certified Mailing
Number: 7010 1060
0000 0923 3305

1/1
TRAVIS 23 KST
OFF LEASE

MAILED 6/11/12