

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
☒ 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.

Print or Type Name _____ Signature _____ Title _____ Date _____

_____ e-mail Address _____

devon

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

FAX

To: MIKE STOGNER

From: KEN GRAY

Fax: 505-476-3462

Date: 5/13/05

Phone:

Pages: 5 (including cover page)

Re: HB 10 FEA #3

CC:

☐ Urgent

☒ For Review

☐ Please Comment

☐ Please Reply

☐ Please Recycle

• Comments:



Devon Energy Corporation
20 North Broadway
Oklahoma City, Oklahoma 73102-8260
Fax 405-552-8113

May 13, 2005

New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505
Attn: Michael Stogner

Re: HB 10 Federal #3
Section 10-T24S-R29E
Eddy County, New Mexico

Gentlemen:

Devon Energy Production Company, L.P. (Devon), as Operator, intends to drill the referenced Bone Spring test well to a depth of approximately 8,500'. Devon initially attempted to stake and permit this well at an orthodox location of 1980' FSL & 560' FEL. However, due to the proximity of the location to an existing arch site, the Bureau of Land Management (BLM) has required Devon to move the location. The closest drillable location as approved by the BLM is located 1480' FNL & 1110' FEL which is an unorthodox location as it is closer than 330' to the outer boundary of the designated spacing unit (unit letter I) pursuant to existing pool rules.

Inasmuch as this well will be producing from an unorthodox location from that permitted by existing pool rules, Devon respectfully requests that the Commission administratively approve this application for an unorthodox location in accordance with Division Rule 104(F)(3). This unorthodox location affects the leasehold owner in Unit letters J, O & P in Section 10. Devon is the owner of 100% of the Operating Rights of Federal Lease NM 81616 which covers Unit letters I, J, O, & P in Section 10, among other lands. Therefore, no additional notification of this application should be required, as this unorthodox location will affect Devon leasehold only.

Attached you will find a land plat reflecting Devon as the only affected party, a Bone Spring sand structure map, and a State of New Mexico form C-102.

If there are any questions or if additional information is required feel free to call me at (405) 552-4633.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

A handwritten signature in dark ink, appearing to read "Ken Gray".

Ken Gray
Senior Land Advisor

Kg/
Enclosure

DISTRICT I

1625 N. French Dr., Hobbs, NM 88240

DISTRICT II

811 South First, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

2040 South Pacheco

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
Property Code	Property Name HB "10"	Well Number 3
OGRID No. 6137	Operator Name DEVON ENERGY PRODUCTION COMPANY LP	Elevation 2963'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1	10	24 S	29 E		1480	SOUTH	1110	EAST	EDDY

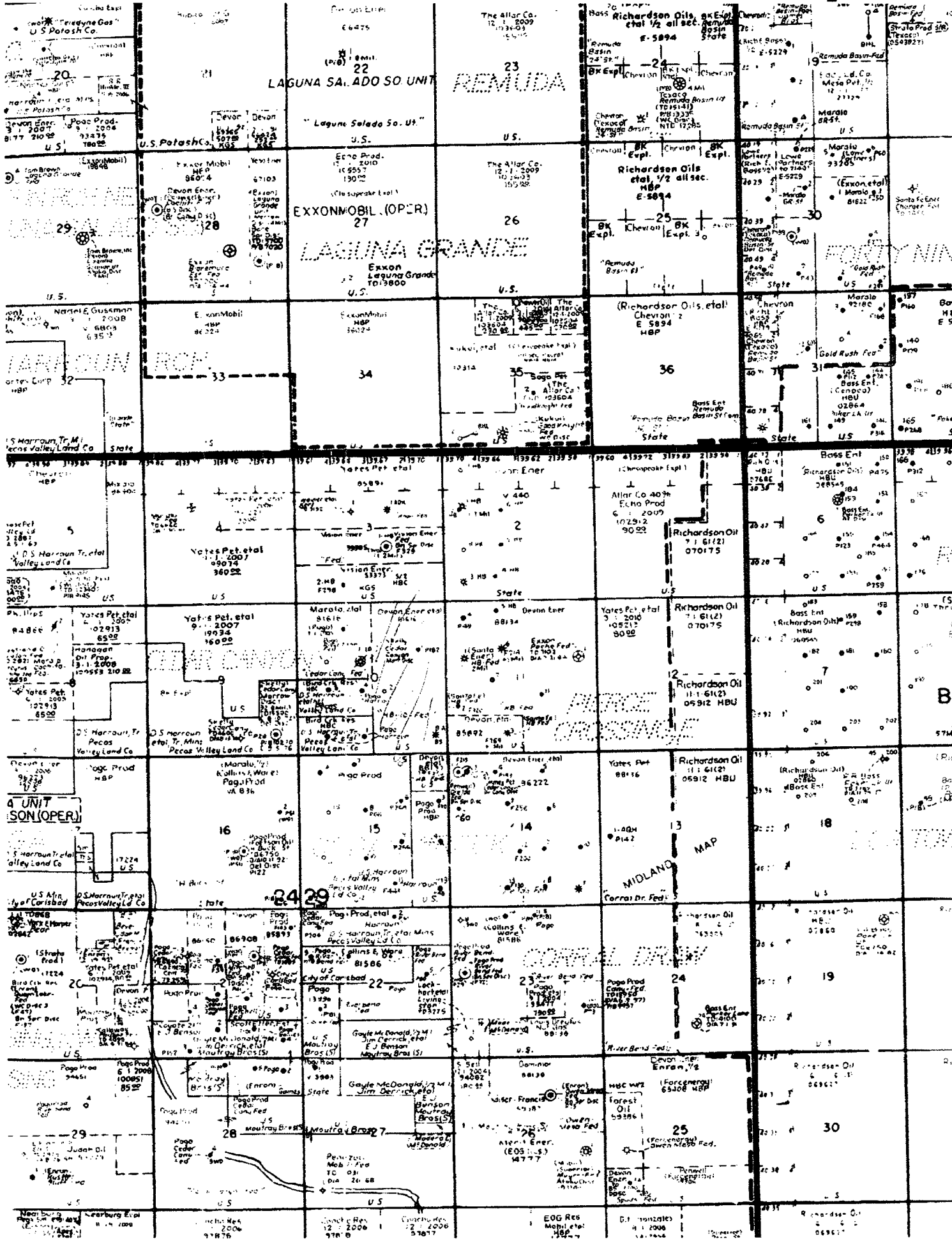
Bottom Hole Location If Different From Surface

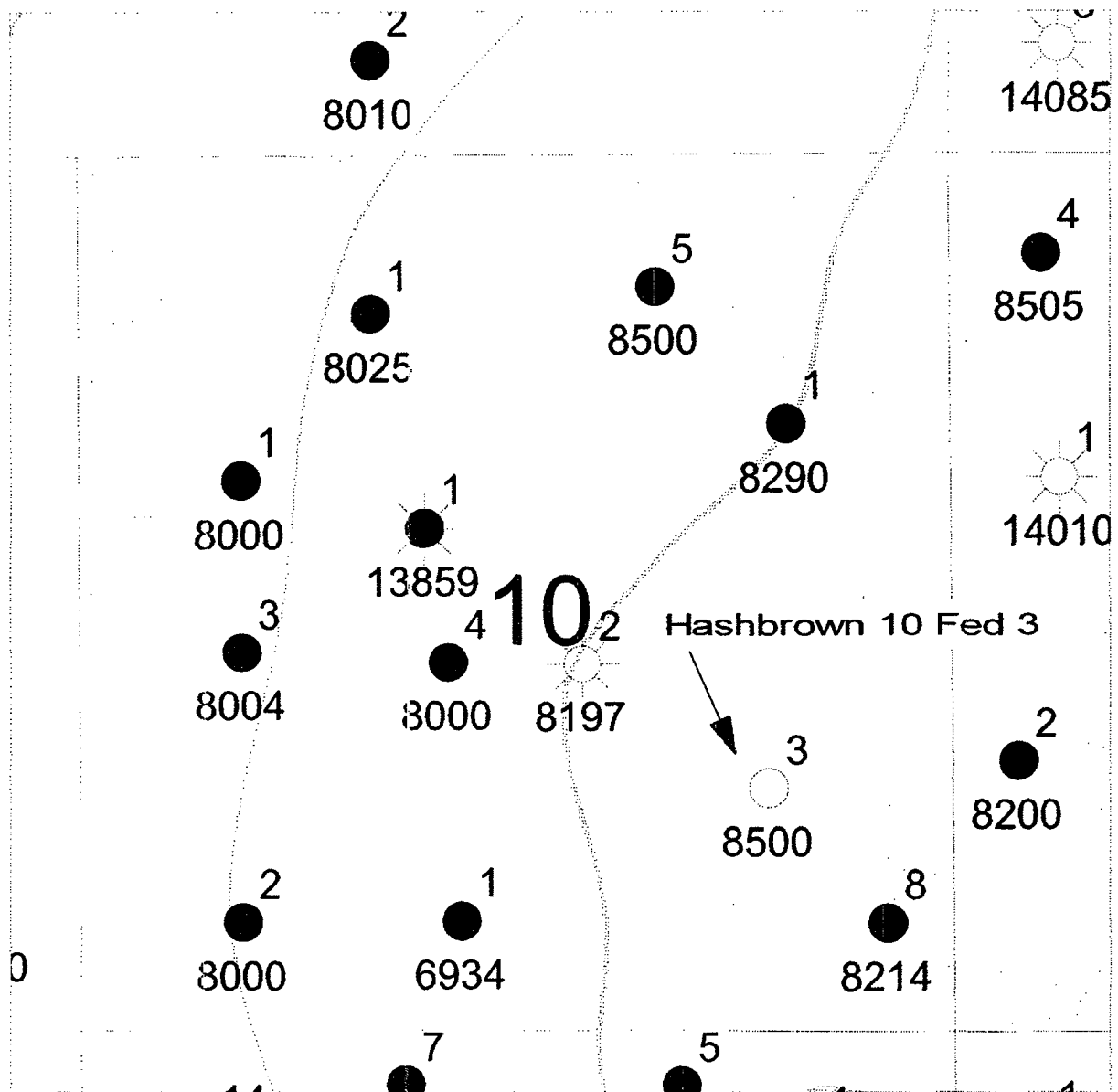
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Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature Linda Guthrie Printed Name Sr. Reg. Specialist Title 01/25/2005 Date	
	SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. December 21, 2004 Date Signature L. Jones Title Professional Surveyor 7977 W.O. No. 4958 Certified to Professional Standards JLP BASIN SURVEYS	

Standard 640-acre Section





<i>devon</i>		
Eddy County NM T24S R29E section 10 1 st Bone Spring Structure map		
Author: Dave O'Bright		Date: 13 May, 2005
	Scale:	

TRANSACTION REPORT

P. 01

MAY-13-2005 FRI 12:46 PM

FOR:

RECEIVE

DATE	START	SENDER	RX TIME	PAGES	TYPE	NOTE	M#	DP
MAY-13	12:44 PM		2' 10"	5	RECEIVE	OK		

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO.
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2005 MAY 20 PM 12 59

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Oklahoma City, Oklahoma 73102-8260
Fax 405-552-8113

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Ken Gray
Senior Land Advisor

Kg/
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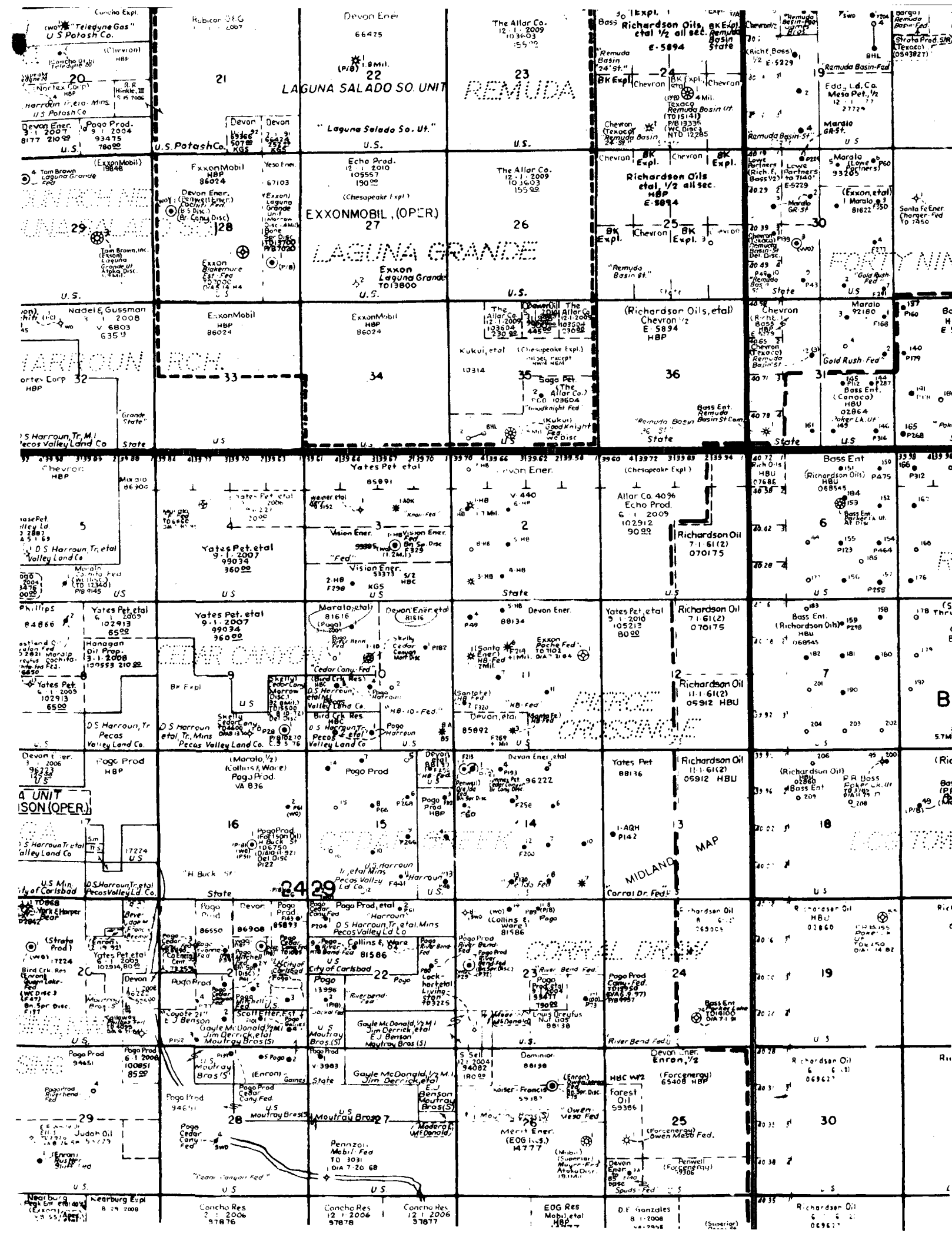
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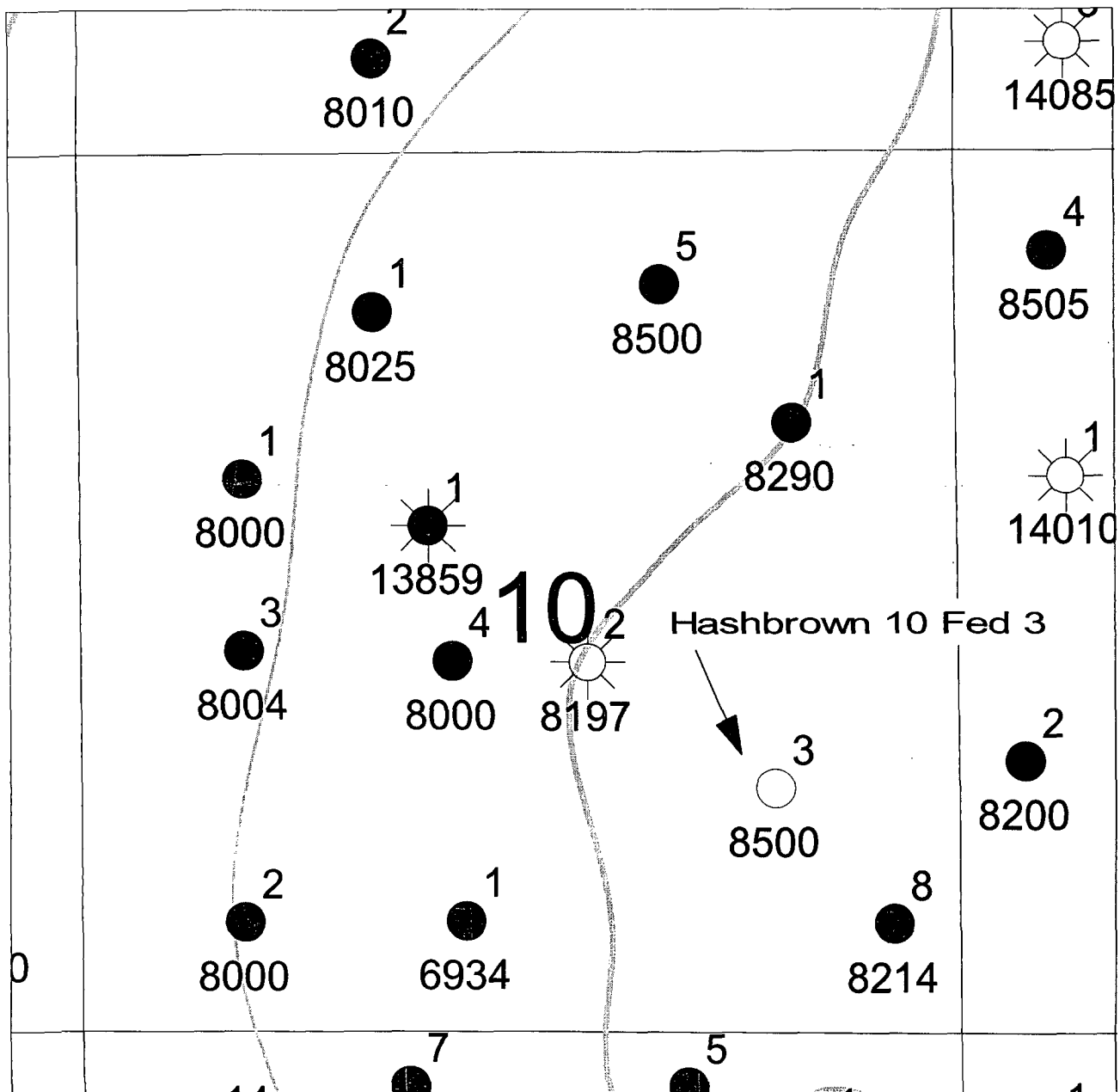
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<i>devon</i>		
Eddy County NM T24S R29E section 10 1 st Bone Spring Structure map		
Author: Dave O'Bright		Date: 13 May, 2005
	Scale:	

County Eddy

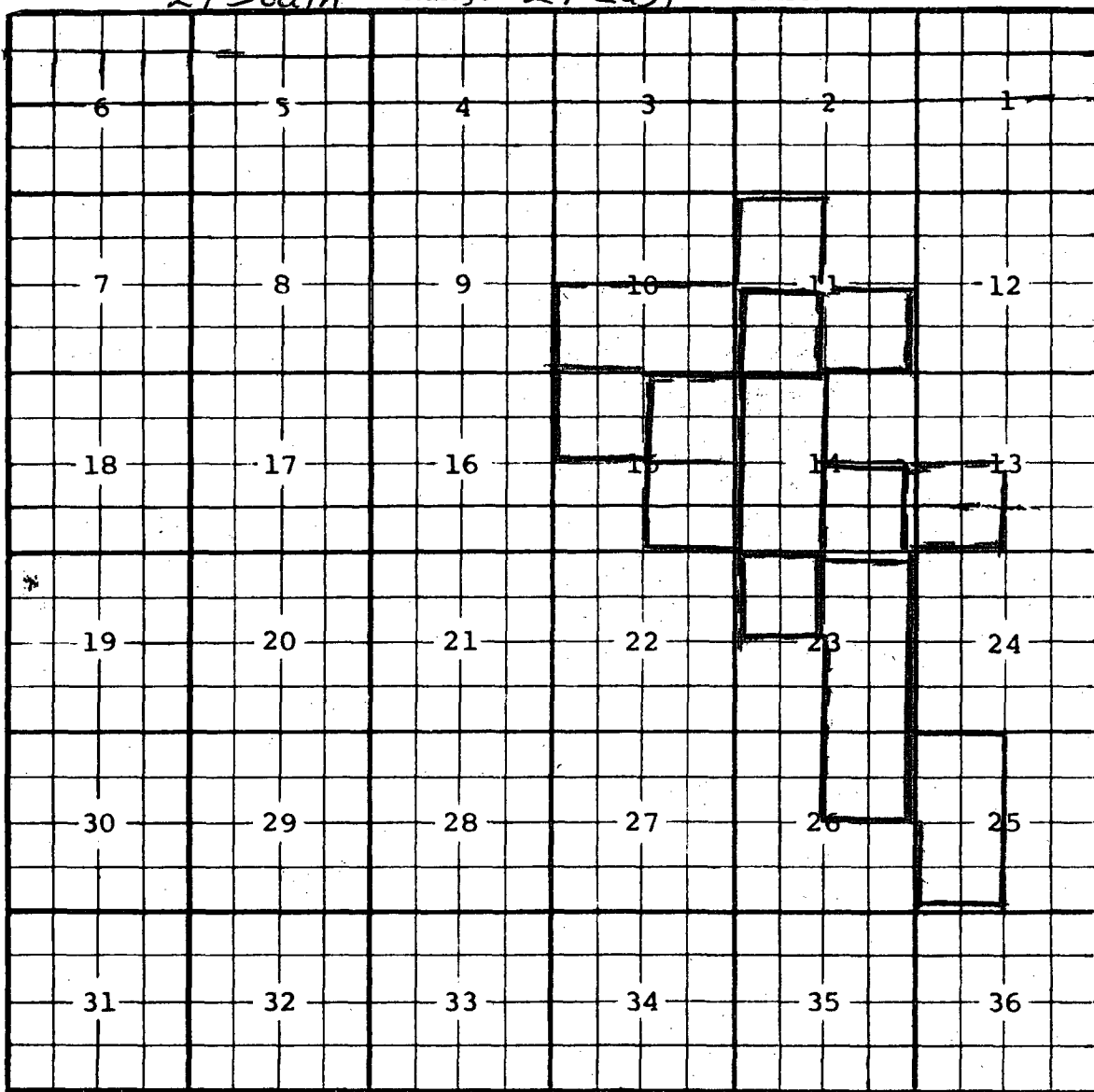
Pool East Pierce Crossing - Bone Spring

TOWNSHIP

24 South

Range 29 East

'NMPM



Description: NW 1/4 Sec. 23 (R-10234, 11-7-94)

Ext: E 1/2 Sec. 23, NE 1/4 Sec. 26 (R-10568, 4-1-96) Ext: W 1/2 Sec. 14 (R-10713, 11-26-96)

Ext: SW 1/4 Sec. 11, NE 1/4 Sec. 15 (R-10282, 4-9-92) Ext: SE 1/4 Sec. 14, SE 1/4 Sec. 15 (R-10872, 6-16-97)

Ext: SW 1/4 Sec. 13 (R-10844, 7-16-97) Ext: SE 1/4 Sec. 11 (R-11005, 7-24-98)

Ext: W 1/2 Sec. 25 (R-11067, 10-20-98) Ext: 3/4 Sec. 10 (R-11952, 4-30-03)

Ext: NW 1/4 Sec. 15 (R-11963, 5-13-03) Ext: NW 1/4 Sec. 11 (R-12066, 12-9-09)