

Eagle 35C Fed. #16

C-35-13-27E

DATE IN 1/20/04	SUSPENSE 2-9-2004	ENGINEER MS	LOGGED IN LR	TYPE NSL	APP NO. DL20402130317
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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



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]

RECEIVED

- [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 _____

IAN 20 2004
 Oil Conservation Division
 1220 S. St. Francis Drive
 Santa Fe, NM 87505

- [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.

James Bruce
 Print or Type Name

James Bruce
 Signature

Attorney for Applicant
 Title
 jamesbruc@aol.com
 e-mail Address

1/16/04
 Date

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (PHONE)
(505) 660-6612 (CELL)
(505) 982-2151 (FAX)

jamesbruc@aol.com

January 16, 2004

Hand Delivered

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

Dear Mr. Stogner:

Pursuant to Division Rule 104.F(2), Devon Energy Production Company, L.P. ("Devon") applies for administrative approval of unorthodox oil well locations for the following wells:

Well: Eagle 35C Federal Well No. 16
Location: 990 feet FNL & 1525 feet FWL (Unit C)
Well Unit: NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 35, Township 17 South, Range 27 East, N.M.P.M., Eddy County, New Mexico

Well: Eagle 35E Federal Well No. 11 (Unit E)
Location: 1800 feet FNL & 1100 feet FWL
Well Unit: SW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 35, Township 17 South, Range 27 East, N.M.P.M., Eddy County, New Mexico

Devon requests approval of simultaneous dedication of this well unit with the existing Eagle 35E Federal Well No. 10.

The wells will be drilled to test the Glorieta/Yeso formations (Undesignated Northeast Red Lake Glorieta-Yeso Pool), which is developed on statewide rules. Form C-102's for the wells are attached as Exhibits A-1 and A-2.

The application is based on engineering and topographic reasons. Attached as Exhibit B is a well plat of Glorieta-Yeso wells drilled or being drilled by Devon in Sections 34 and 35. Devon has an ongoing program to develop the Glorieta-Yeso by drilling two wells in each quarter-quarter section, in a northeast-southwest pattern. Wells are being placed in the northeast and southwest corners of

each well unit to equalize the distance between the wells.

Attached as the fourth page of Exhibit A-1 is a survey plat of the well unit for Well No. 16. There is a pipeline to the east of the wellsite, requiring the well to be moved west of an orthodox location.

Attached as the fourth page of Exhibit A-2 is a survey plat of the well unit for Well No. 11. Also attached, as Exhibit C, is an aerial photo. There are pipelines, lease roads, electric lines, and an existing well, requiring the well to be moved east of an orthodox location.

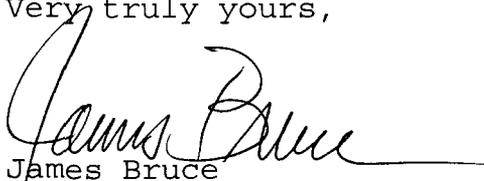
Attached as Exhibit D is a land plat, highlighting the two well units. The following leases are involved:

<u>Acreage</u>	<u>Lease</u>
E $\frac{1}{2}$ NW $\frac{1}{4}$ of Section 35	United States Lease LC 050158
NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 35	United States Lease LC 067849
SW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 35	United States Lease NM 0557370

The interest owners in each lease are listed in Exhibit E. Royalty interests are the same in all leases, and there are no adversely affected working interest owners to notify. The overriding royalty owners have been notified of this application by the letter attached as Exhibit F.

Please call me if you need any further information on this matter.

Very truly yours,



James Bruce

Attorney for Devon Energy
Production Company, L.P.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NMLC050158
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator DEVON ENERGY PRODUCTION CO. LP		7. If Unit or CA Agreement, Name and No.
Contact: KAREN COTTOM E-Mail: karen.cottom@dvn.com		8. Lease Name and Well No. EAGLE 35C FEDERAL 16
3a. Address 20 NORTH BROADWAY OKLAHOMA CITY, OK 73102-8260	3b. Phone No. (include area code) Ph: 405.228.7512 Fx: 405.552.4621	9. API Well No.
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface NENW 990FNL 1525FWL At proposed prod. zone NENW 990FNL 1525FWL		10. Field and Pool, or Exploratory RED LAKE GLORIETA YESO NE
14. Distance in miles and direction from nearest town or post office* APPROX 5 MILES SOUTHEAST OF ARTESIA NM		11. Sec., T., R., M., or Blk. and Survey or Area Sec 35 T17S R27E Mer NMP
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of Acres in Lease 160.00	12. County or Parish EDDY
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 4000 MD	13. State NM
21. Elevations (Show whether DF, KB, RT, GL, etc.) 3567 GL	22. Approximate date work will start 12/15/2003	17. Spacing Unit dedicated to this well 40.00
		20. BLM/BIA Bond No. on file CO1104
		23. Estimated duration 45 DAYS

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature (Electronic Submission)	Name (Printed/Typed) KAREN COTTOM	Date 11/06/2003
Title OPERATIONS TECHNICIAN		
Approved by (Signature)	Name (Printed/Typed)	Date
Title	Office	

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

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.

Additional Operator Remarks (see next page)

Electronic Submission #24847 verified by the BLM Well Information System
For DEVON ENERGY PRODUCTION CO. LP, sent to the Carlsbad



** ORIGINAL **

Additional Operator Remarks:

Devon Energy Production Company, LP proposes to drill a San Andres, Glorieta Yeso well per the approved Master Drilling and Surface Use Plan for the Red Lake Field Area to 4000' TD for commercial quantities of oil and gas. If the well is deemed noncommercial the well bore will be plugged and abandoned per Federal regulations.

Approximately 506' of new access road will be constructed per the MDSUP

Directions: From the junction of US Hwy 82 and Co. Rd. 204, go south 0.1 mile to Co. Rd. 225; thence South on 225 for approx. 0.75 mile to lease road; thence west on lease road for approx. 0.4 mile to the proposed lease.

Please see attached MDSUP.

DISTRICT I
1825 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
	96836	RED LAKE GLORIETA YESO, NE
Property Code	Property Name	Well Number
	EAGLE "35C" FEDERAL	16
OGRID No.	Operator Name	Elevation
6137	DEVON ENERGY PRODUCTION CO., L.P.	3567'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	35	17 S	27 E		990	NORTH	1525	WEST	EDDY

Bottom Hole Location If Different From Surface

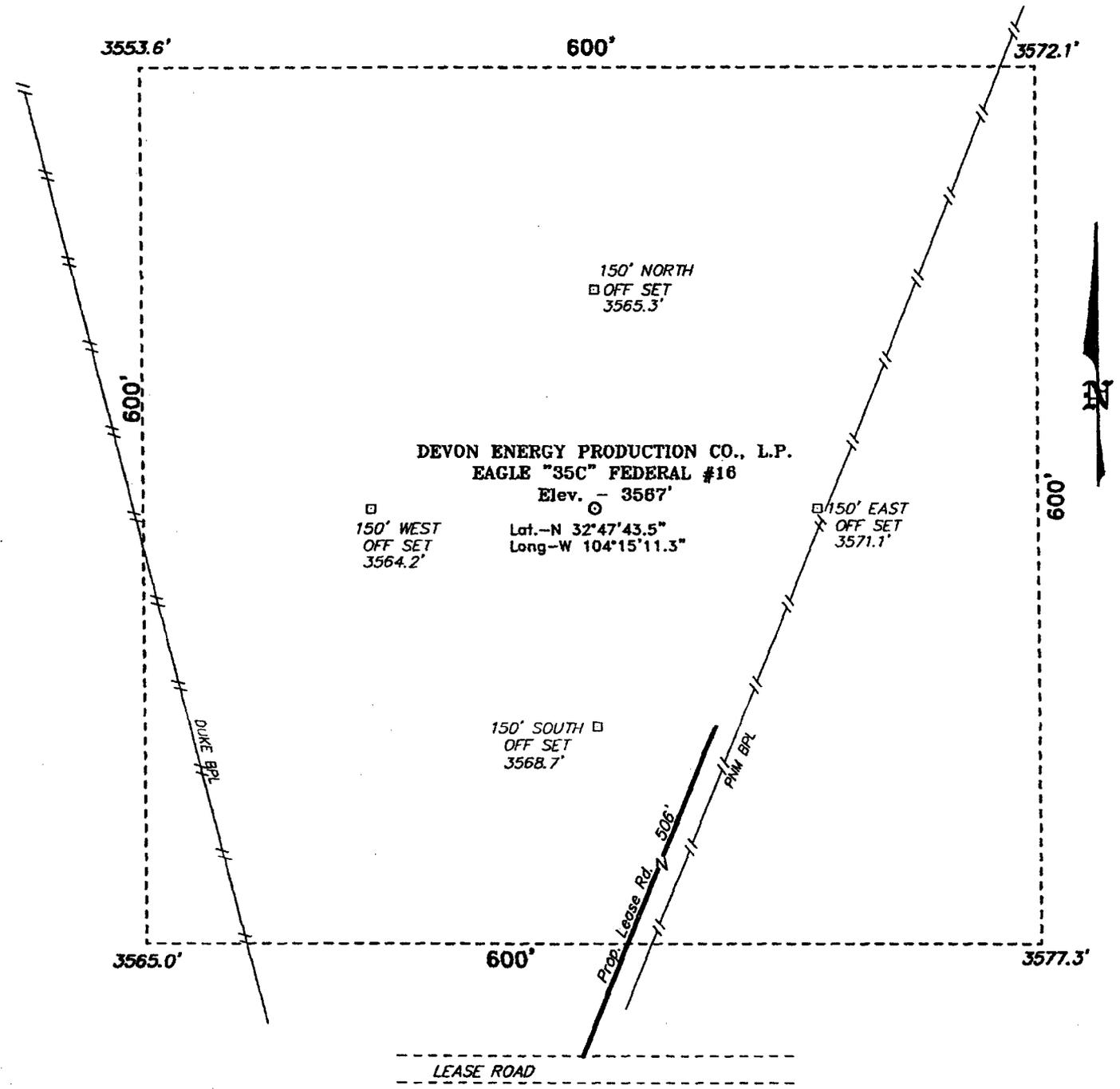
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
40			

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

	<p>Lat - N32°47'43.5" Long - W104°15'11.3"</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Karen Cotton</i> Signature</p> <p>Karen Cotton Printed Name</p> <p>Operations Technician Title</p> <p>November 5, 2003 Date</p>
		<p>SURVEYOR CERTIFICATION</p> <p>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.</p> <p>OCTOBER 08, 2003 Date Surveyed</p>
		<p>Signature & Report of Professional Surveyor</p> <p><i>[Signature]</i></p>
		<p>W.O. No. 3628</p> <p>Certificate No. Gary L. Jones 7977</p> <p>REGISTERED PROFESSIONAL LAND SURVEYOR</p>

**SECTION 35, TOWNSHIP 17 SOUTH, RANGE 27 EAST, N.M.P.M.,
EDDY COUNTY, NEW MEXICO.**



DEVON ENERGY PRODUCTION CO., L.P.
EAGLE "35C" FEDERAL #16
 Elev. - 3567'
 Lat. - N 32°47'43.5"
 Long - W 104°15'11.3"

□ 150' WEST
OFF SET
3564.2'

□ 150' EAST
OFF SET
3571.1'

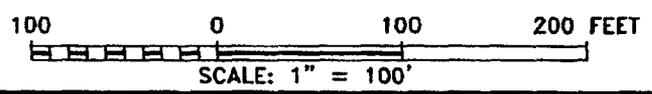
□ 150' SOUTH
OFF SET
3568.7'

Prop. Lease Rd. 306'

DUKE BR

PWM BR

LEASE ROAD



Directions to Location:

FROM THE JUNCTION OF US HWY 82 AND CO. RD. 204, GO SOUTH 0.1 MILE TO CO. RD. 225; THENCE SOUTH ON 225 FOR APPROX. 0.75 MILE TO LEASE ROAD; THENCE WEST ON LEASE ROAD FOR APPROX. 0.4 MILE TO THE PROPOSED LEASE ROAD.

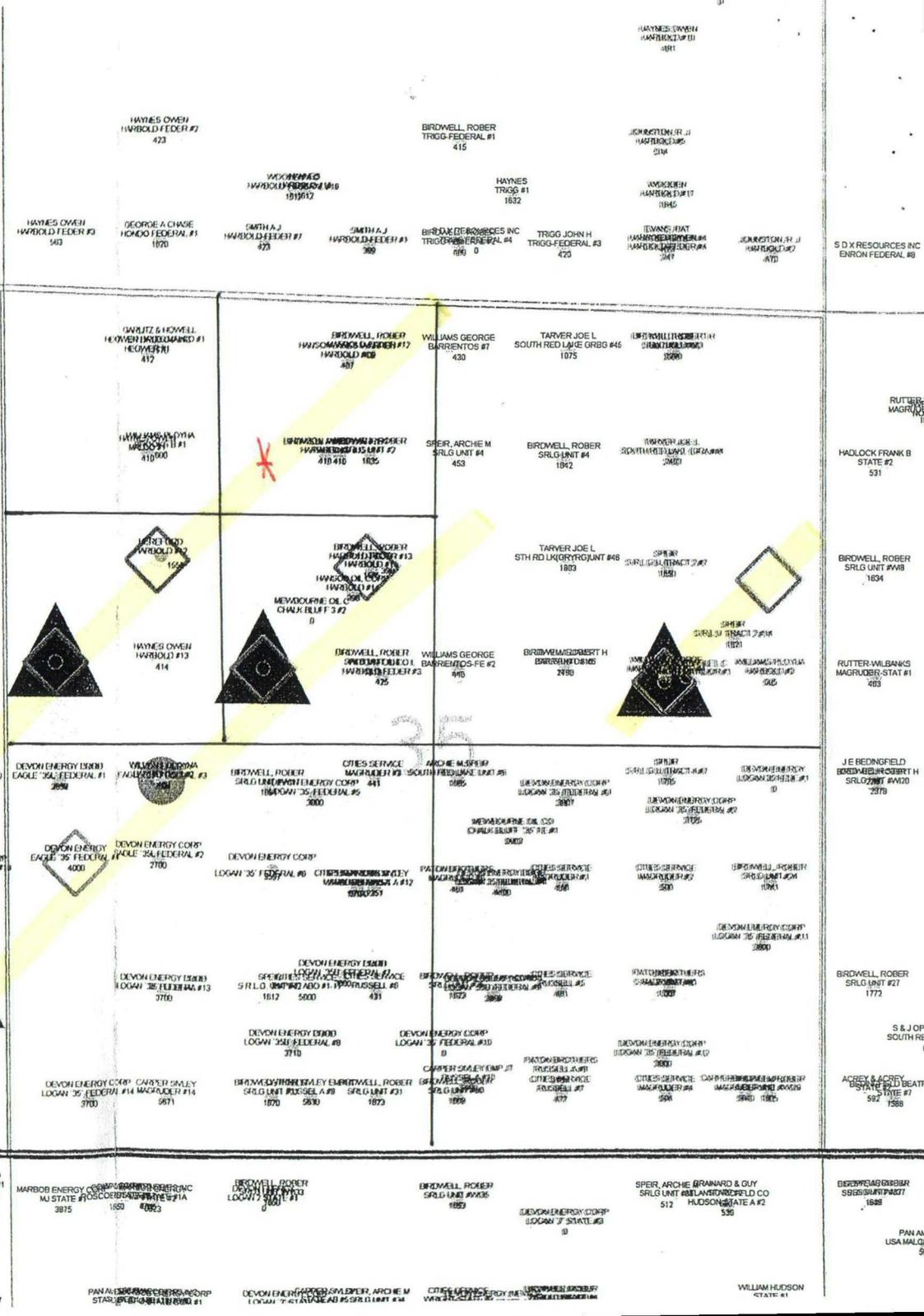
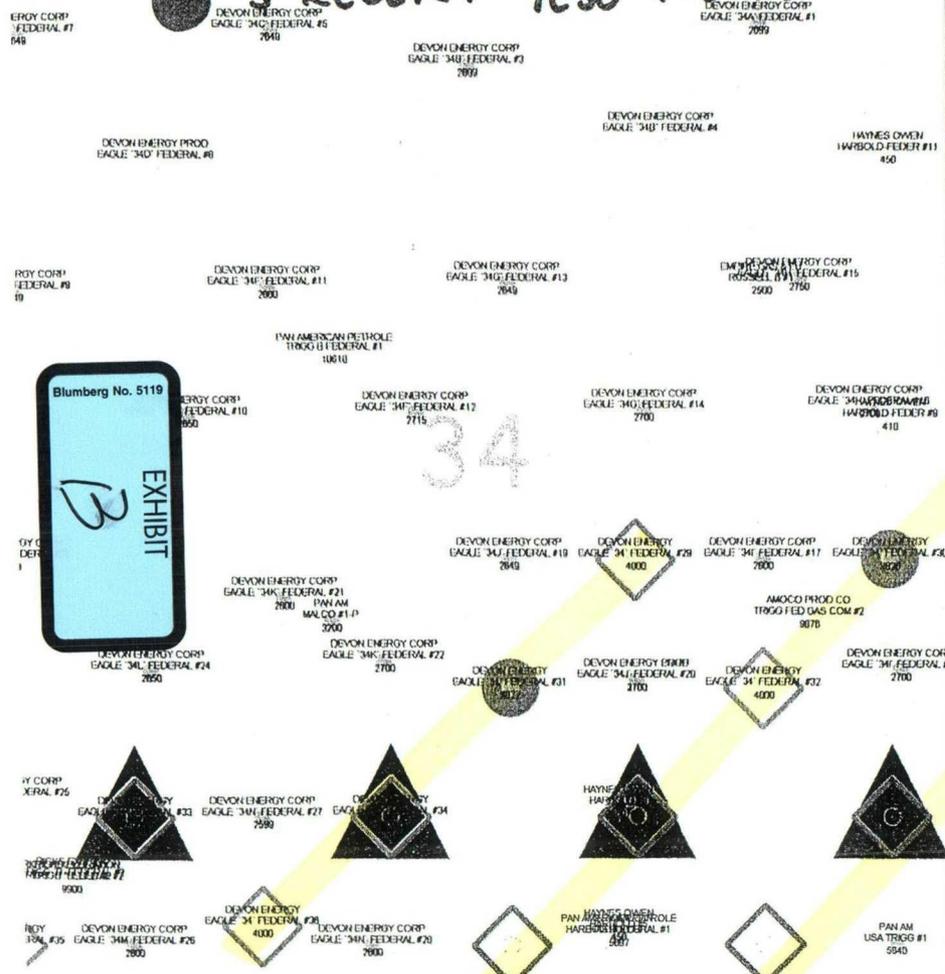
DEVON ENERGY PROD. CO., L.P.

REF: EAGLE "35C" FED. No. 16 / Well Pad Topo
 THE EAGLE "35C" FED. No. 16 LOCATED 990' FROM
 THE NORTH LINE AND 1525' FROM THE WEST LINE OF
 SECTION 35, TOWNSHIP 17 SOUTH, RANGE 27 EAST,
 N.M.P.M., EDDY COUNTY, NEW MEXICO.

BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO

W.O. Number: 3678	Drawn By: K. GOAD
Date: 10-10-2003	Disk: KJG CD#4 - 3678A.DWG
Survey Date: 10-08-2003	Sheet 1 of 1 Sheets

- ▲ NEXT 7 YESO WELLS
- ◇ 7 RENEW APDS
- ◇ 10 NEW APDS
- 3 RECENT YESO WELLS



S D X RESOURCES INC
ENRON FEDERAL #8

RUTHERFORD
MAGRUBER-STAT #1

HADLOCK FRANK B
STATE #2
531

BROWELL ROBER
SRLG UNIT #WB
1834

RUTTER-WALBANK
MAGRUBER-STAT #1
483

J E BEDINGFIELD
BROWELL ROBER
SRLG UNIT #WB
2278

BROWELL ROBER
SRLG UNIT #27
1772

S & J OPER
SOUTH REED
0

AGREY & AGREY
STATE #7
592 1588

BROWELL ROBER
SRLG UNIT #WB
1834

PAN AMERICAN
USA MALCO #2
2802

WILLIAM HUDSON
STATE #1

96836

County Eddy Pool Northeast Red Lake-Glorieta-Yeso

TOWNSHIP 17 South Range 27 East NMPM

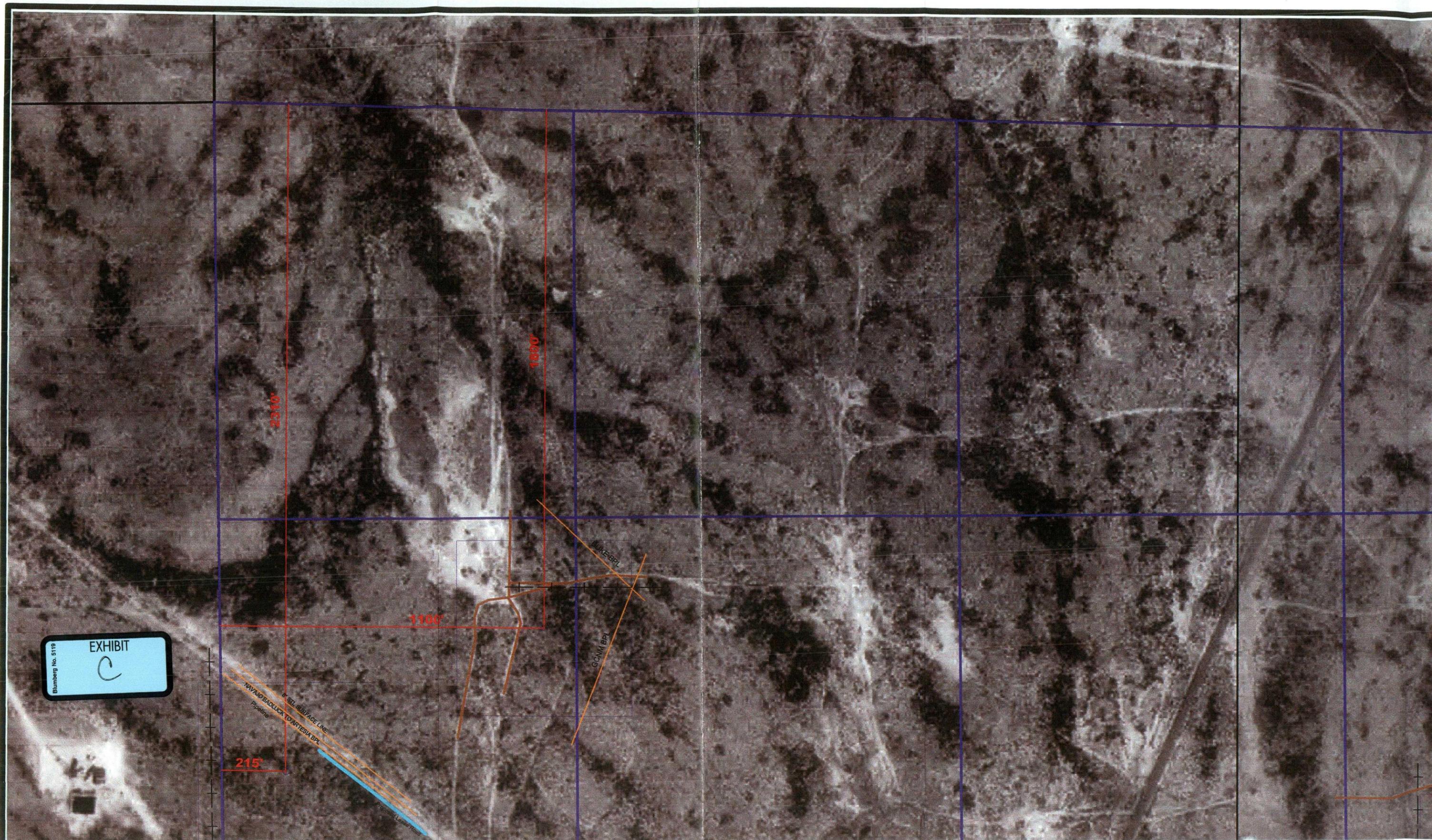
6	5	4	3	2	1
7	8	9	10	11	12
18	17	16	15	14	13
19	20	21	22	23	24
30	29	28	27	26	25
31	32	33	34	35	36

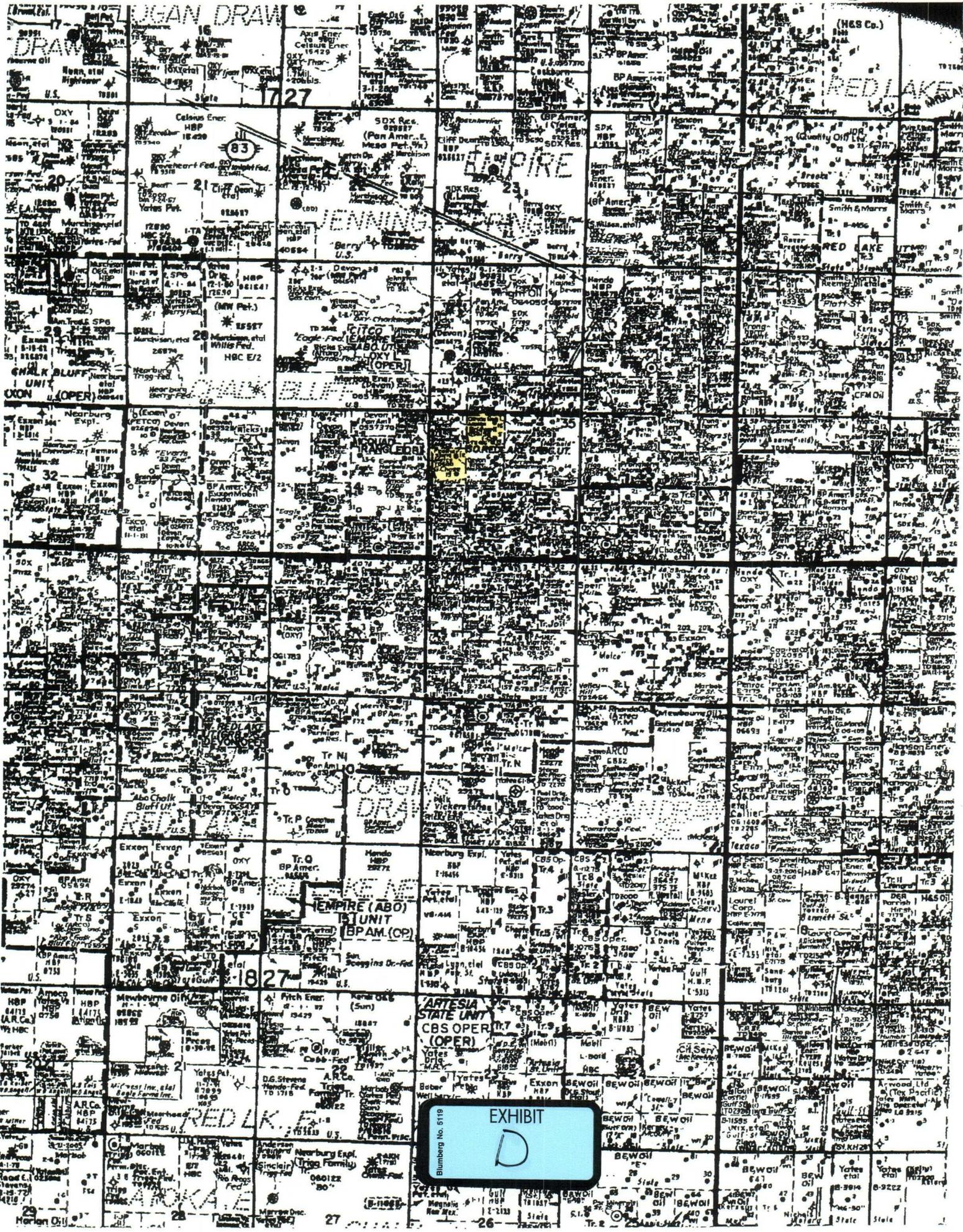
Ext: $\frac{3}{4}$ Sec. 34, $\frac{1}{2}$ Sec. 35 (R-11170, 4-7-59) EXT: $\frac{3}{4}$ Sec. 25, $\frac{1}{2}$ Sec. 36 (R-11359, 4-12-00)

Ext: $\frac{1}{2}$ Sec. 26 (R-11470, 10-11-00) EXT: $\frac{3}{4}$ Sec. 25 (R-11644, 3-13-00)

Ext: $\frac{1}{2}$ Sec. 35 (R-12008, 1-14-01)

Township 17 South, Range 27 East, Section





**Ownership of Leases Involved in Unorthodox Location
Eagle 35E Federal #11 & Eagle 35C Federal #16**

Lease No. NMLC 050158 - SE/4 NW/4	Working Interest Owners	Overriding Royalty Interest Owners
2,000' to 2,390' 2,390' to 2,500'	McQuadrangle, L.C. Devon Energy - 100%	Trigg Family Trust John J. Schaller Summit Overseas Exploration, Inc. First Interstate Bank of Arizona, Trustee u/w/o Howard B. Wright Joan Hudson Moore Jonel Susan Grasso Jane Ann Hudson Davis Pauline V. Trigg, Trustee of the Trigg Family Trust u/a/d 1/26/90
Below 2,500', less & except the Abo Formation	Devon Energy - 50% Occidental Permian - 50%	John J. Schaller Summit Overseas Exploration, Inc. First Interstate Bank of Arizona, Trustee u/w/o Howard B. Wright
1		
Lease No. NMNM 055370 - SW/4 NW/4	Working Interest Owners	Overriding Royalty Interest Owners
Below 2,000', less & except the Abo Formation	Devon Energy - 50% Occidental Permian - 50%	John J. Schaller Summit Overseas Exploration, Inc. First Interstate Bank of Arizona, Trustee u/w/o Howard B. Wright Joan Hudson Moore Jonel Susan Grasso Jane Ann Hudson
Lease No. NMLC 067849 - NW/4 NW/4	Working Interest Owners	Overriding Royalty Interest Owners
Below 2,000', less & except the Abo Formation	Devon Energy - 50% Occidental Permian - 50%	Joan Hudson Moore Jonel Susan Grasso Jane Ann Hudson

Blumberg No. 5119

EXHIBIT

E

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

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(505) 982-2151 (FAX)

jamesbruc@aol.com

January 16, 2003

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application, filed with the New Mexico Oil Conservation Division by Devon Energy Production Company, L.P., requesting administrative approval of unorthodox oil well locations in the Glorieta/Yeso formations in the NE $\frac{1}{4}$ NW $\frac{1}{4}$ and SW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 35, Township 17 South, Range 27 East, NMPM, Eddy County, New Mexico. You own an interest offsetting the wells' locations. If you object to the well's location, you must notify the Division in writing no later than Thursday, February 5, 2004 (1220 South St. Francis Drive, Santa Fe, New Mexico 87505; attention: Michael E. Stogner). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,


James Bruce

Attorney for Devon Energy
Production Company, L.P.



ADDRESS LIST FOR UNORTHODOX LOCATIONS
IN TOWNSHIP 17 SOUTH 27 EAST
SECTIONS 34 & 35

Summit Overseas Exploration, Inc.
P.O. Box 260590
Lakewood, CO 80226-0590

John J. Schaller
1721 Antler Lane
Finksburg, MD 21048

Howard B. Wright Trust
c/o Wells Fargo Bank, NA, Trustee
P.O. Box 5383
Denver, CO 80217-5383

Jane Ann Hudson Davis
6770 Wolf Creek Ct.
Rio Rancho, NM 87124

Joan A. Hudson
c/o Sun Trust Banks, Inc.
801 Laurel Oak Drive
Naples, FL 34108

Jonel Susan Grasso
11 Ocean Ridge
Laguna Niguel, CA 92677

Trigg Family Trust
c/o Wells Fargo Bank West, NA
P.O. Box 5383
Denver, CO 80217-5383

