

DATE BY 6/15/2015	SUSPENSE	ENGINEER MAM	LOGGED IN 6/15/2015	TYPE NS	APP NO DMA151665590
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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]

- [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

- NSL 7310  
- Devon Energy  
Production Company, LP  
6137  
- Well  
- Mi 2 An 4 Red com  
2H  
30-015-Permy  
- Pool  
- Green  
WOOD, Bone  
Spring  
29250  
RECEIVED OGD  
2015 JUN 15 P 3:20

[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 \_\_\_\_\_ 6/15/15  
 Print or Type Name Signature Title Date  
 \_\_\_\_\_  
 e-mail Address  
 jamesbruce@red.com

**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](mailto:jamesbruc@aol.com)

June 15, 2015

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

Dear Mr. McMillan:

Pursuant to Division Rule NMAC 19.15.15.13, Devon Energy Production Company, L.P. applies for approval of an unorthodox oil well location for the following well:

<u>Well name:</u>	Mizar 11 Fed. Com. Well No. 21H
<u>Surface location:</u>	1420 feet FNL and 130 feet FWL
<u>First perforation:</u>	1370 feet FNL and 515 feet FWL
<u>Landing point:</u>	1370 feet FNL and 710 feet FWL
<u>Last perforation:</u>	1370 feet FNL and 340 feet FEL
<u>Terminus:</u>	1370 feet FNL and 340 feet FEL
<u>Well unit (project area):</u>	S½N½ of Section 11, Township 19 South, Range 31 East, N.M.P.M., Eddy County, New Mexico

This well is being drilled as a horizontal well to test to test the Bone Spring formation. A C-102 for the well is attached as **Exhibit A**.

In many areas of the Permian Basin Devon is in the process of drilling more than four wells per section in a specific Bone Spring zone, and that is the reason for making the location unorthodox. In this section Devon is drilling the Mizar 11 Fed. Com. Well No. 1H at an orthodox location in the N½N½ (**Exhibit B**), and the Mizar 11 Fed. Com. Well No. 2H at an orthodox location in the S½N½ (**the APD for the 2H well has not yet been approved**). The Mizar 11 Fed. Com. Well No. 21H, the infill well, is located to maximize the distance between the wells.

The well encroaches on the N½N½ of Section 11. Ownership of the N½ of Section 11 is as follows:

NW¼ of Section 11: Federal Lease NM 99039 covers this acreage, with a 12.5% royalty. **Exhibit C**. Thus, the well does not adversely affect the N½NW¼ of Section 11.

S½NE¼ of Section 11: Federal Lease NM 23002 covers this acreage, with a 12.5% - 25% sliding scale royalty. **Exhibit D**. This acreage is in the well unit for the proposed well, and thus is not affected by the unorthodox location.

N½NE¼ of Section 11: Federal Lease NM 130869 covers this acreage, with a 12.5% royalty. **Exhibit E**. This acreage is outside the well unit for the proposed well, and thus would normally be affected. However, the lease is 100% owned by Devon, with no overriding royalties, and Devon waives objection to the location.

Also, the BLM, the royalty owner, will be unaffected because the well is located on the acreage with the higher (sliding scale) royalty.

Therefore, the proposed well will have no adverse effect on the N½N½ well unit.

The NW¼NW¼ of Section 12 is owned by Devon, so notice of this application has not been given to anyone.

Very truly yours,

James Bruce

Attorney for Devon Energy Production Company, L.P.

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone: (505) 334-6160 Fax: (505) 334-9720  
District II  
511 S. First St., Artesia, NM 88210  
Phone: (505) 748-1253 Fax: (505) 748-9720  
District III  
1600 Rio Brazos Road, Aztec, NM 87410  
Phone: (505) 334-6175 Fax: (505) 334-6170  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico  
Energy, Minerals & Natural Resources Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number		Pool Code		Pool Name	
Property Code		Property Name <b>MIZAR 11 FED COM</b>			Well Number <b>21H</b>
OGRID No. <b>6137</b>		Operator Name <b>DEVON ENERGY PRODUCTION COMPANY, L.P.</b>			Elevation <b>3586.1</b>

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North-South line	Feet from the	East-West line	County
<b>E</b>	<b>11</b>	<b>19 S</b>	<b>31 E</b>		<b>1420</b>	<b>NORTH</b>	<b>130</b>	<b>WEST</b>	<b>EDDY</b>

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
<b>H</b>	<b>11</b>	<b>19 S</b>	<b>31 E</b>		<b>1370</b>	<b>NORTH</b>	<b>340</b>	<b>EAST</b>	<b>EDDY</b>

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
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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.

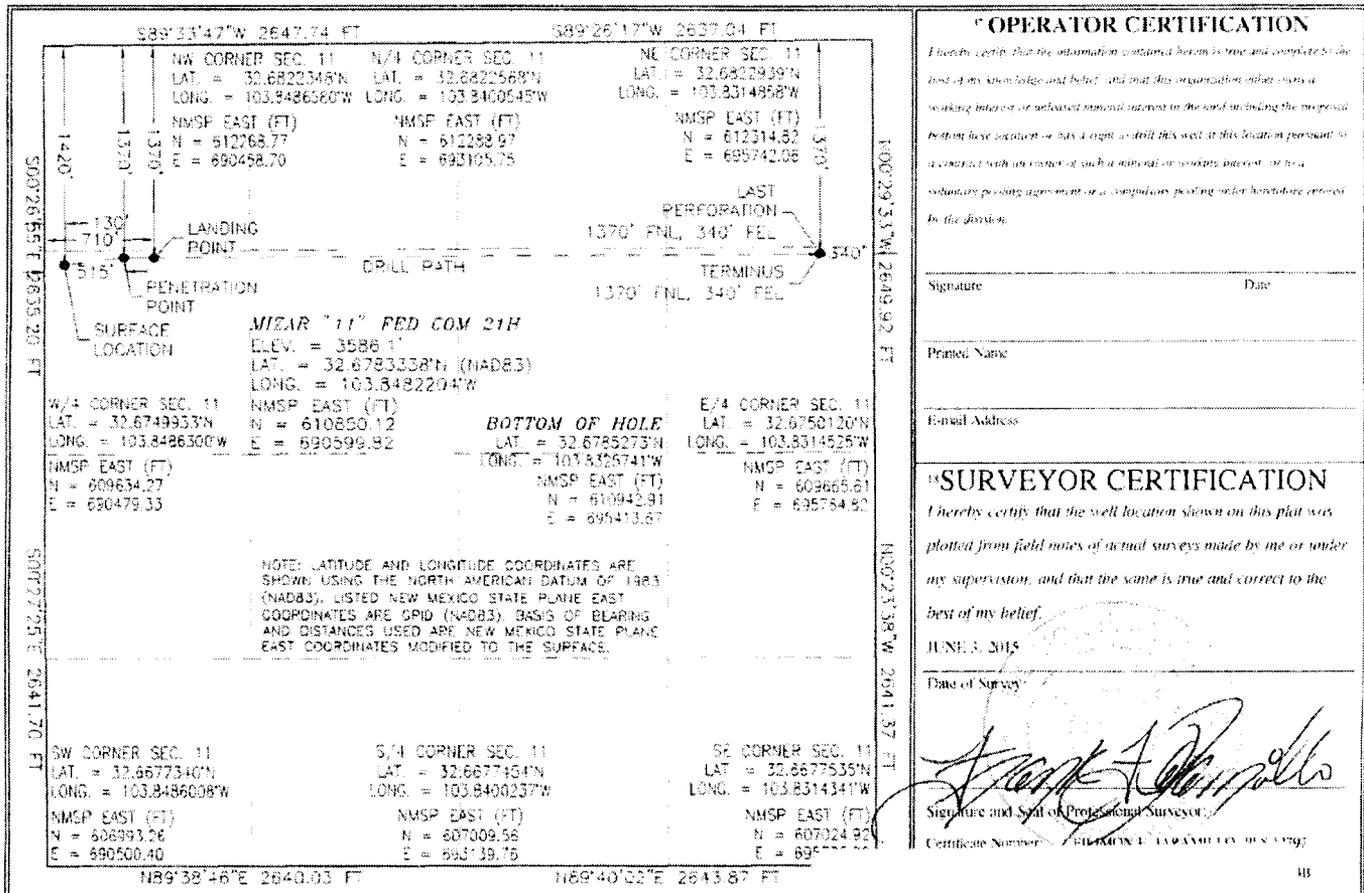
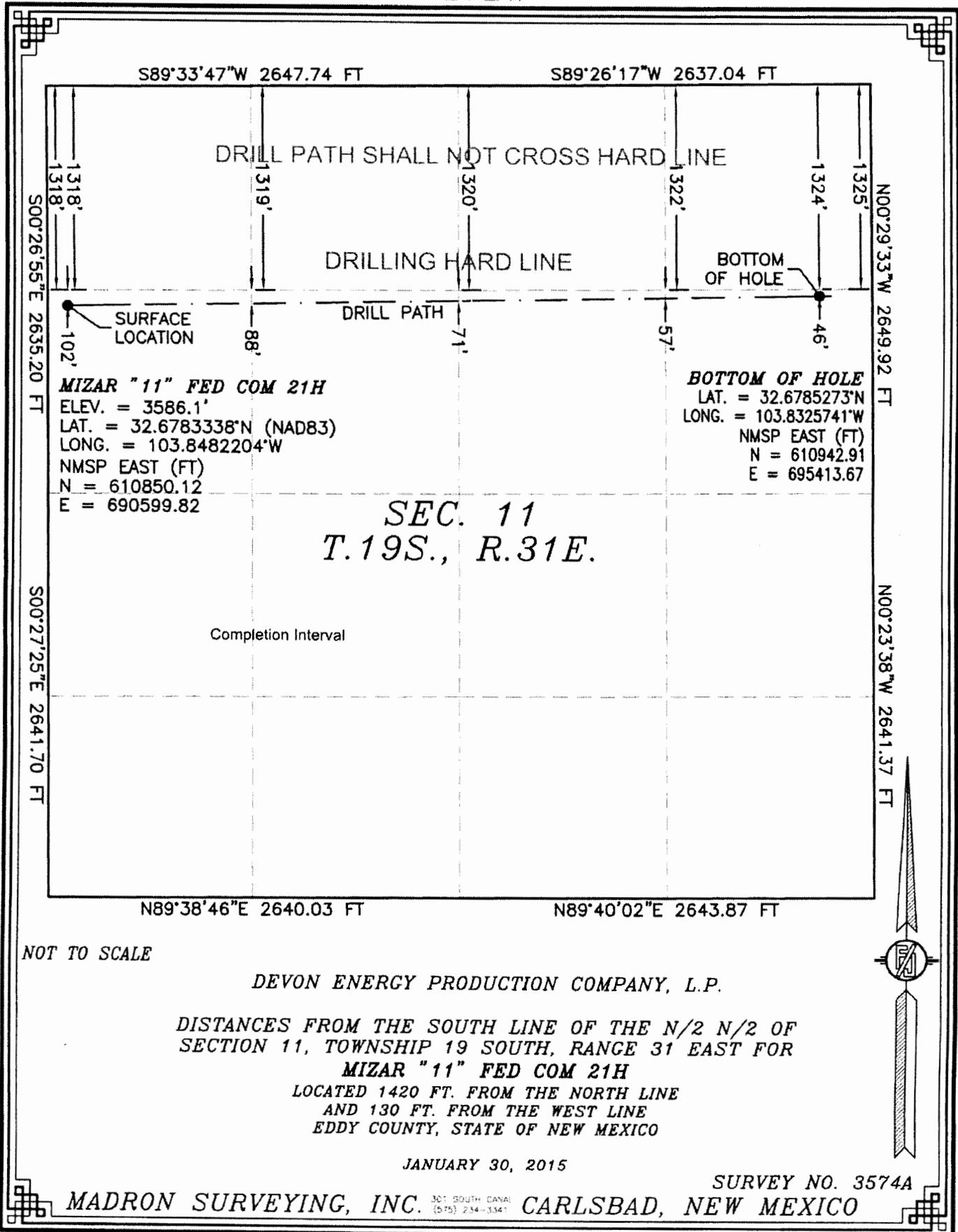


EXHIBIT **A**

HARD LINE PLAT



District I  
1623 N. French Dr., Hobbs, NM 88240  
Phone: (575) 393-6151 Fax: (575) 393-6729  
District II  
311 S. First St., Artesia, NM 88210  
Phone: (575) 748-1287 Fax: (575) 748-9720  
District III  
1000 Rio Drazos Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 426-3460 Fax: (505) 476-3462

State of New Mexico  
Energy, Minerals & Natural Resources Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate District Office  
AMENDED REPORT  
**RECEIVED**  
JAN 23 2015  
ARTESIA DISTRICT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-015-41964		<sup>2</sup> Pool Code 29290		<sup>3</sup> Pool Name Greenwood; Bone Spring	
<sup>4</sup> Property Code 40336		<sup>5</sup> Property Name MIZAR "11" FED COM			<sup>6</sup> Well Number 1H
<sup>7</sup> OGRID No. 6137		<sup>8</sup> Operator Name DEVON ENERGY PRODUCTION COMPANY, L.P.			<sup>9</sup> Elevation 3597.1

<sup>10</sup> Surface Location

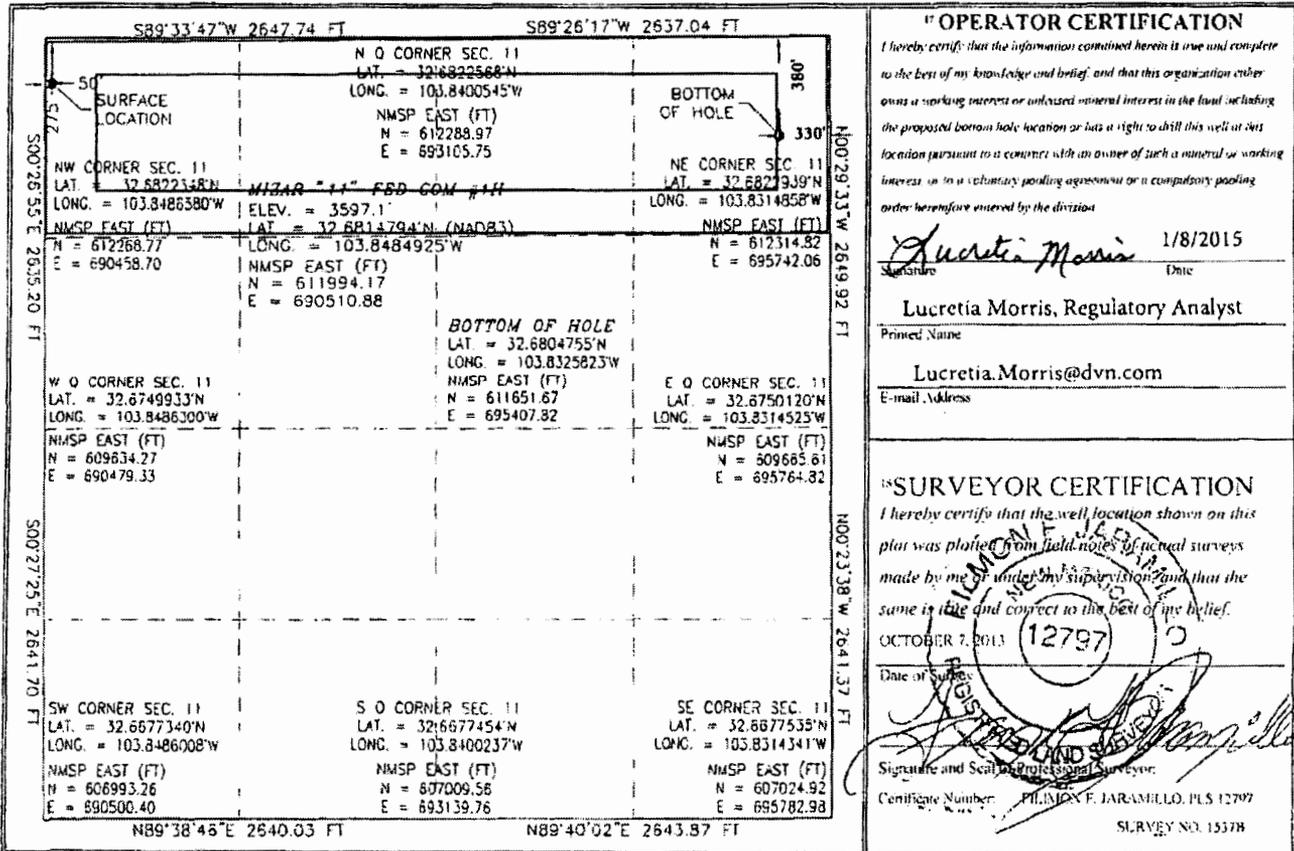
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	11	19 S	31 E		275	NORTH	50	WEST	EDDY

<sup>11</sup> 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
A	11	19 S	31 E		380	NORTH	330	EAST	EDDY

<sup>12</sup> Dedicated Acres 160	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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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.



PP: 293' FNL & 90' FWL, Sec 11, T19S, R31E

Project Area: [ ]

Producing Area: [ ]

EXHIBIT **B**

**DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
CASE RECORDATION  
(MASS) Serial Register Page**

Run Time: 02:40 PM

Page 1 of 2

Run Date: 06/03/2015

01 12-22-1987;101STAT1330;30USC181 ET SE

Total Acres  
480.000

Serial Number  
NMNM-- - 099039

Case Type 312021: O&G LSE COMP PD -1987

Commodity 459: OIL & GAS

Case Disposition: AUTHORIZED

Serial Number: NMNM-- - 099039

Name & Address	Int Rel	% Interest
COG OPERATING LLC DEVON ENERGY PROD CO LP MARBOB ENERGY CORP	OPERATING RIGHTS LESSEE OPERATING RIGHTS	0.00000000 100.00000000 0.00000000
600 W ILLINOIS AVE 333 W SHERIDAN AVE PO BOX 227		
MIDLAND TX 797014882 OKLAHOMA CITY OK 731025010 ARTESIA NM 882110227		

Serial Number: NMNM-- - 099039

Mer Twp	Rng	Sec	S Typ	SNr Suff	Subdivision	District/Field Office	County	Mgmt Agency
23	0190S	0310E	011	ALIQ	NW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S	0310E	014	ALIQ	N2;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Serial Number: NMNM-- - 099039

Act Date	Code	Action	Action Remark	Pending Office
07/15/1997	387	CASE ESTABLISHED	9707050	
07/16/1997	191	SALE HELD		
07/16/1997	267	BID RECEIVED	\$148800.00;	
07/16/1997	392	MONIES RECEIVED	\$960.00;	
07/29/1997	392	MONIES RECEIVED	\$147840.00;	
08/07/1997	237	LEASE ISSUED		
08/07/1997	974	AUTOMATED RECORD VERIF	LBO	
08/14/1997	600	RECORDS NOTED		
09/01/1997	496	FUND CODE	05;145003	
09/01/1997	530	RLTY RATE - 12 1/2%		
09/01/1997	868	EFFECTIVE DATE		
09/10/1997	084	RENTAL RECEIVED BY ONRR	\$720.00;11/MULTIPLE	
06/03/1998	963	CASE MICROFILMED/SCANNED		
07/13/1998	084	RENTAL RECEIVED BY ONRR	\$720.00;21/0000000022	
01/25/1999	899	TRF OF ORR FILED		
02/10/1999	140	ASGN FILED	PENWELL/CONCHO	
03/23/1999	139	ASGN APPROVED	EFF 03/01/99;	
03/23/1999	974	AUTOMATED RECORD VERIF	ANN	
08/09/1999	084	RENTAL RECEIVED BY ONRR	\$720.00;21/0000000079	
08/14/2000	084	RENTAL RECEIVED BY ONRR	\$720.00;21/164	
07/16/2001	084	RENTAL RECEIVED BY ONRR	\$720.00;21/231	
08/16/2001	817	MERGER RECOGNIZED	CONCHO RES/DEVON ENE	
12/19/2006	932	TRF OPER RGTS FILED	DEVON ENE/MARBOB EN;1	
02/13/2007	933	TRF OPER RGTS APPROVED	EFF 01/01/07;	
02/13/2007	974	AUTOMATED RECORD VERIF	MV	
03/25/2007	650	HELD BY PROD - ACTUAL	/1/	
12/03/2007	643	PRODUCTION DETERMINATION	/1/	
12/03/2007	658	MEMO OF 1ST PROD-ACTUAL	/1/COYOTE 14 FED 1;	
04/18/2011	932	TRF OPER RGTS FILED	MARBOB EN/COG OPERA;1	
06/24/2011	933	TRF OPER RGTS APPROVED	EFF: 05/01/2011;	
06/24/2011	974	AUTOMATED RECORD VERIF	MJD	
08/21/2012	246	LEASE COMMITTED TO CA	NMNM130541;	
09/08/2012	246	LEASE COMMITTED TO CA	NMNM130543;	
03/24/2013	246	LEASE COMMITTED TO CA	NMNM131442;	

EXHIBIT C

**DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
CASE RECORDATION  
(MASS) Serial Register Page**

Run Time: 02:41 PM

Page 1 of 4

Run Date: 06/03/2015

01 02-25-1920;041STAT0437;30USC181ETSEQ

Total Acres  
600.000

Serial Number  
NMNM-- - 023002

Case Type 312011: O&G LSE COMP PUBLIC  
Commodity 459: OIL & GAS

Case Disposition: AUTHORIZED

Serial Number: NMNM-- - 023002

Name & Address			Int Rel	% Interest
A E P	5858 WESTHEIMER RD STE 400	HOUSTON TX 770575644	OPERATING RIGHTS	0.000000000
AMBRIT ENERGY CORP	8080 N CENTRAL #750	DALLAS TX 75206	OPERATING RIGHTS	0.000000000
CHEVRON USA INC	PO BOX 1635	HOUSTON TX 77251	LESSEE	100.000000000
DL RESOURCES INC	1445 ROSS AVE #3660	DALLAS TX 75202	OPERATING RIGHTS	0.000000000
DORCHESTER MASTER	PO BOX 3178	MIDLAND TX 797023178	OPERATING RIGHTS	0.000000000
ENDURANCE RESOURCES LLC	15455 DALLAS PKWY STE 600	ADDISON TX 750016760	OPERATING RIGHTS	0.000000000
JENT INC	1445 ROSS AVE #3660	DALLAS TX 75202	OPERATING RIGHTS	0.000000000
PIONEER NATURAL RES USA INC	1401 17TH ST #1200	DENVER CO 80202	OPERATING RIGHTS	0.000000000
TRITEX ENERGY A LP	15455 DALLAS PKWY STE 600	ADDISON TX 750016760	OPERATING RIGHTS	0.000000000
VANGUARD OPERATING LLC	5874 SAN FELIPE ST STE 3000	HOUSTON TX 770573066	OPERATING RIGHTS	0.000000000
WESTALL OIL & GAS LLC	PO BOX 4	LOCO HILLS NM 88255	OPERATING RIGHTS	0.000000000
WOODBINE PETRO INC	1445 ROSS AVE #3660	DALLAS TX 75202	OPERATING RIGHTS	0.000000000

Serial Number: NMNM-- - 023002

Mer Twp	Rng	Sec	STyp	SNr Suff	Subdivision	District/Field Office	County	Mgmt Agency
23	0190S	0310E	003	ALIQ	SESE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S	0310E	011	ALIQ	S2NE,SE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S	0310E	012	ALIQ	E2;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Serial Number: NMNM-- - 023002

Act Date	Code	Action	Action Remark	Pending Office
08/21/1974	387	CASE ESTABLISHED	PARCEL #10	
08/21/1974	500	GEOGRAPHIC NAME	SHUGART N BNSON LUSK;	
08/22/1974	196	BID ACCEPTED		
12/01/1974	237	LEASE ISSUED		
12/01/1974	496	FUND CODE	05;145003	
12/01/1974	532	RLTY RATE 12.5-25% SCH B		
12/01/1974	868	EFFECTIVE DATE		
09/19/1975	940	NAME CHANGE RECOGNIZED	KEWANEE OIL CO/IND	
11/30/1979	235	EXTENDED	THRU 11/30/81;	
01/10/1980	650	HELD BY PROD - ACTUAL		
03/13/1980	932	TRF OPER RGTS FILED		
09/05/1980	102	NOTICE SENT-PROD STATUS		
06/17/1981	932	TRF OPER RGTS FILED	(1)	
06/17/1981	932	TRF OPER RGTS FILED	(2)	
08/28/1981	932	TRF OPER RGTS FILED		
09/16/1981	932	TRF OPER RGTS FILED		
05/16/1983	933	TRF OPER RGTS APPROVED	EFF 04/01/80;	
07/15/1986	817	MERGER RECOGNIZED	CHEVRON USA/GULF OIL	
07/15/1986	940	NAME CHANGE RECOGNIZED	GULF OIL/CHEVRON USA	
10/24/1986	933	TRF OPER RGTS APPROVED	(1)EFF 07/01/81;	
10/24/1986	933	TRF OPER RGTS APPROVED	(2)EFF 07/01/81;	
10/24/1986	933	TRF OPER RGTS APPROVED	EFF 10/01/81;	
03/13/1987	932	TRF OPER RGTS FILED		
07/09/1987	933	TRF OPER RGTS APPROVED	EFF 04/01/87;	
05/16/1988	817	MERGER RECOGNIZED	KANEB ETAL/KANEB ENE	
08/12/1988	963	CASE MICROFILMED/SCANNED	CNUM 100,145	

EXHIBIT **D**

**DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
CASE RECORDATION  
(MASS) Serial Register Page**

Run Time: 02:29 PM

Page 1 of 1

Run Date: 06/03/2015

01 12-22-1987;101STAT1330;30USC181 ET SE  
Case Type 312021: O&G LSE COMP PD -1987  
Commodity 459: OIL & GAS  
Case Disposition: AUTHORIZED

Total Acres 80.000  
Serial Number NMNM-- - 130869

Serial Number: NMNM-- - 130869

Name & Address	Int Rel	% Interest
DEVON ENERGY PROD CO LP 333 W SHERIDAN AVE OKLAHOMA CITY OK 731025010	LESSEE	100.00000000

Serial Number: NMNM-- - 130869

Mer Twp Rng Sec	S Typ	SNr Suff	Subdivision	District/Field Office	County	Mgmt Agency
23 0190S 0310E 011	ALIQ		N2NE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Serial Number: NMNM-- - 130869

Act Date	Code	Action	Action Remark	Pending Office
04/17/2013	387	CASE ESTABLISHED	201307034;	
07/17/2013	143	BONUS BID PAYMENT RECD	\$160.00;	
07/17/2013	191	SALE HELD		
07/17/2013	267	BID RECEIVED	\$192000.00;	
07/25/2013	143	BONUS BID PAYMENT RECD	\$191840.00;	
11/29/2013	237	LEASE ISSUED		
11/29/2013	974	AUTOMATED RECORD VERIF	JA;	
12/01/2013	496	FUND CODE	05;145003	
12/01/2013	530	RLTY RATE - 12 1/2%		
12/01/2013	868	EFFECTIVE DATE		
03/11/2014	140	ASGN FILED	GONZALES/DEVON ENE;1	
05/19/2014	139	ASGN APPROVED	EFF 04/01/14;	
05/19/2014	974	AUTOMATED RECORD VERIF	DME	
07/01/2014	246	LEASE COMMITTED TO CA	/1/ CA NM134540	
12/25/2014	650	HELD BY PROD - ACTUAL	/1/	
12/25/2014	658	MEMO OF 1ST PROD-ACTUAL	/1/ CA NM134540	
05/18/2015	643	PRODUCTION DETERMINATION	/1/	

Serial Number: NMNM-- - 130869

Line Nr	Remarks
02	STIPULATIONS ATTACHED TO LEASE:
03	NM-11-LN SPECIAL CULTURAL RESOURCE
04	SENM-LN-2 PROTECTION OF THE SAND DUNE LIZARD
05	SENM-S-17 SLOPES OR FRAGILE SOILS
06	SENM-S-22 PRAIRIE CHICKENS
07	SENM-S-23 SAND DUNE LIZARD
08	SENM-S-34 POD/SHINNERY OAK SAND DUNE HABITAT

EXHIBIT E