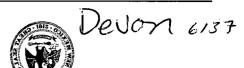
DATE IN 6, 8, 12 SUSPENSE ENGINEER RE LOGGED IN 7, 8, 17 TYPE XM APP NO. 1216 050 228

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 30-015-36748

THIS CHEC	KLIST IS MA	NDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE	
	Non-Stan HC-Down [PC-Po	lard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] role Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] I Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] NFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]	
[E	EOR-Qual	[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] ied Enhanced Oil Recovery Certification] [PPR-Positive Production Response]	
1] TYPE	E OF AP [A]	LICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD J-/5-195-3/E	
	Check [B]	One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM	il
·	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR	10
	[Ď]	Other: Specify	
2] NOTI	IFICATI [A]	N REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply 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	
_		URATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE TION INDICATED ABOVE.	
pproval is acc	curate an	ION: I hereby certify that the information submitted with this application for administrative l complete to the best of my knowledge. I also understand that no action will be taken on this aired 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 N	ame	Signature Regulatory Analyst Title Melanie.Crawford@dvn.com	.
a 3	•	E-mail Address	-



RECEIVED OCD

2012 JUN -8 P 1: 44:

Devon Energy Production Company 20 North Broadway – CT 3.058 Oklahoma City, Oklahoma 73102-8260 Phone: (405)-552-4524 Melanie.Crawford@dvn.com

March 26, 2012

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

Acme 15 Federal 1 API: 30-015-36748 Sec 15-T19S-31E Lease NMNM 120900

Lusk; Morrow, West - Pool Code: 80840

Eddy County, New Mexico

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 Gas Measurement & Sales for the aforementioned well. The working interest, royalty interest and overriding royalty interest owners in are not uniformed; interest owners have been notified 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

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.

APPLICA	ATION FOR SURFACE	COMMINGLING	(DIVERSE	OWNERSHIP)				
OPERATOR NAME: Devon Energy Production Co., LP								
OPERATOR ADDRESS: 20 North Broadway, Oklahoma City, OK 73102								
APPLICATION TYPE:								
☐ Pool Commingling ☐ Lease	e Commingling Pool and Lease Co	ommingling	Storage and Measu	rement (Only if not Surface	Commingled)			
LEASE TYPE:	ee 🗌 State 🛛 Fede	eral						
	sting Order? \[\text{Yes } \text{\text{No} If							
Have the Bureau of Land Ma ⊠Yes □No	anagement (BLM) and State Lan-	d office (SLO) been not	tified in writing	of the proposed comm	ingling			
(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 Commingled Production Calculated Gravities / BTU of Commingled Commingled Production								
	,							
(2)	" 11.0 🗆 🗆		•		•			
	at top allowables? Yes No wen notified by certified mail of the pr	ronocad comminating?	□Yes □No.	•				
	Metering Other (Specify)	oposed comminging:	□Yes □No.					
(5) Will commingling decreas	se the value of production? Yes	☐No If "yes", descri	be why commingl	ing should be approved				
(B) LEASE COMMINGLING								
Please attach sheets with the following information								
(1) Pool Name and Code.								
	ne source of supply? Yes N							
(3) Has all interest owners been notified by certified mail of the proposed commingling? Yes No (4) Measurement type: Metering Other (Specify)								
(1) measurement type. Enterteining Expectity)								
		I LEASE COMMIN						
(1) 5		ts with the following in	nformation					
(1) Complete Sections A and	<u>E.</u>			· · · · · · · · · · · · · · · · · · ·				
	(D) OFF-LEASE ST Please attached she	TORAGE and MEA ets with the following		•				
(1) Is all production from sam	· · · · · · · · · · · · · · · · · · ·							
(2) Include proof of notice to	all interest owners.							
		DRMATION (for all ts with the following in		ypes)				
	acility, including legal location.	Sono Include locas as sets	, maif Endand Ct	oto lando ano investerad				
 (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 informat	tion above is true and complete to the	e best of my knowledge an	d belief.					
SIGNATURE: WWW.	Li Canalanda	ITLE: Regulatory Analy	st I	DATE: 3-26-1	<u> </u>			

TELERHONE NUMBER: 405-552-4524

E-MAIL ADDRESS: Melanie.Crawford@dvn.com

TYPE OR PRINT NAME: Melanie Crawford

Submit 3 Copies To Appropriate District Office	State of New Mexic Energy, Minerals and Natural		Form C-103 May 27, 2004
District I 1625 N. French Dr., Hobbs, NM 88240	Elicigy, Millerais and Natural	W	ELL API NO.
<u>District II</u> 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION D	IVISION 5	30-015-36748
District III	1220 South St. Franci		Indicate Type of Lease ED ☐ STATE ☐ FEE ☐
1000 Rio Brazos Rd., Aztec, NM 87410 District IV	Santa Fe, NM 8750		State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505			NMNM120900
SUNDRY NOTICES A (DO NOT USE THIS FORM FOR PROPOSALS T DIFFERENT RESERVOIR. USE "APPLICATION		BACK TO A	Lease Name or Unit Agreement Name Acme 15 Federal
PROPOSALS.) 1. Type of Well: Oil Well Gas V	Vell ⊠ Other □	8.	Well Number
2. Name of Operator			OGRID Number
Devon Energy Produc	etion Company, LP	9.	6137
3. Address of Operator		1.	. Pool name or Wildcat
20 North Broadway Oklahoma City, Ok	lahoma 73102-8260 (405)	552-4524	80840 Lusk; Morrow, West (gas)
4. Well Location	fort from the Co. the Charles	1 1650 6 46	Security Description
Unit Letter ::_1650 Section 15 Townshi	_feet from the _South line an p 19S Range 31E		rom theEastline Eddy County New Mexico
	Elevation (Show whether DR, R.		eddy County New Mexico
	n/a		
Pit or Below-grade Tank Application or Closu			
Pit typeDepth to Groundwater			
	elow-Grade Tank: Volume	bbls; Constru	
12. Check Appro	priate Box to Indicate Nati	are of Notice, Rep	oort or Other Data
TEMPORARILY ABANDON CHAPULL OR ALTER CASING MUI	JG AND ABANDON	SUBSE EMEDIAL WORK OMMENCE DRILLIN ASING/CEMENT JO	-
OTHER: Off Lease Gas Measurement a		THER:	П
	operations. (Clearly state all per	tinent details, and giv	ve pertinent dates, including estimated date wellbore diagram of proposed completion
Devon Energy Production Co., LP respects The well has its own tank battery on locati to the Devon Energy Allocation Meter #67 Sales Meter 725361 is located at the Arend meter. No other wells are connected to the ROW will or has already been obtained	on and will be the only well utility 7-12-098 before flowing to the boso 22 Federal 2 located in Sec 2	zing the tank battery DCP CDP Gas Sales 2-T19S-31E, but this	at this time. The gas production will flow Meter 725361-00. The DCP CDP Gas sales meter is separate from the Arenoso
The working interest, royalty interest and consequence (see attached	overriding royalty interest owner	s are not identical; pa	arties have been notified via certified mail
		,	
	* .		
I have been self-ordered by the self-ordered b	i- 4i11111	- C 1 1- 1	11-1:-6 - 5 - 1
I hereby certify that the information above grade tank has been/will be constructed or closed	according to NMOCD guidelines 🔲, a	general permit 🗌 or at	a (attached) alternative OCD-approved plan .
SIGNATURE: 1 Ware (TITLE: Re	gulatory Analyst	DATE: 3-26-12
Type or print name For State Use Only Melanie Crawford	E-mail address: Melanie.	Crawford@dvn.com	Telephone No. (405) 552-4524
APPROVED BY:	TITLE	. •	DATE
Conditions of Approval (if any):			

For 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Operator Copy

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No. NMNM120900

	SUNDRY NOTICES	AND	REPORTS	ON WELLS
_	and the state of t			

Do not use th abandoned we	6. If Indian, Allottee	6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRI	PLICATE - Other instruc	ctions on reverse side.	7. If Unit or CA/Agre	eement, Name and/or No.
1. Type of Well		·	8. Well Name and No	
🗖 Oil Well 🛛 Gas Well 🔲 Ot	her		ACME 15 FEDEI	RAL 1
Name of Operator DEVON ENERGY PRODUCT	Contact: ION CO EF Mail: melanie.cr	MELANIE A CRAWFORD awford@dvn.com	9. API Well No. 30-015-36748	
3a. Address 20 NORTH BROADWAY OKLAHOMA CITY, OK 7310	2	3b. Phone No. (include area code Ph: 405-552-4524		r Exploratory DW, WEST (GAS)
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description	n)	11. County or Parish	, and State
Sec 15 T19S R31E			EDDY COUNT	Y COUNTY, NM
12. CHECK APP	ROPRIATE BOX(ES) TO	O INDICATE NATURE OF	NOTICE, REPORT, OR OTHE	ER DATA
TYPE OF SUBMISSION		ТҮРЕ О	F ACTION	
Nation of Intent	☐ Acidize	Deepen	Production (Start/Resume)	☐ Water Shut-Off
Notice of Intent	Alter Casing	Fracture Treat	☐ Reclamation	Well Integrity
☐ Subsequent Report	Casing Repair	☐ New Construction	Recomplete	_
Final Abandonment Notice	Change Plans	Plug and Abandon	Temporarily Abandon	Other Off-Lease Measureme
_	Convert to Injection	Plug Back	☐ Water Disposal	·
Devon Energy Production Co for the Acme 15 Federal 1 we well utilizing the tank battery a Allocation Meter #677-12-098 Gas Sales Meter 725361 is lo sales meter is separate from reported gas volumes are the ROW will or has already beer	inal inspection.) I, LP respectfully requests the well has its own to the gas process the force flowing to the DC located at the Arenoso 22 the Arenoso meter. No of CDP sales meter volument obtained	s for the Off Lease Gas Meas ank battery on location and w duction will flow to the Devon P CDP Gas Sales Meter 7250 Federal 2 located in Sec 22-T ther wells are connected to the	ill be the only Energy 361-00. The DCP CDP 19S-31E, but this ne gas line and SEE ATTACH CONDITIONS	,
		and interest owners are not in	demous,	
14. Thereby certify that the foregoing is	Electronic Submission # For DEVON ENERG	133828 verified by the BLM We GY PRODUCTION CO LP, sent or processing by KURT SIMMO	to the Carlsbad	
Name(Printed/Typed) MELANIE	A CRAWFORD	Title REGUL	LATORY ANALYST	
Signature (Electronic	Submission)	Date 03/26/2		·
	INIS SPACE PO	ON PEDERAL OR STATE	OFFICE USE	
Approved By Conditions of approval, if any, are attached	ed. Approval of this notice doe	s not warrant or		Date 20/12
ertify that the applicant holds legal or equivalent would entitle the applicant to cond	uct operations thereon.	Office (F	d willfully to make to any department	or agangy of the United

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

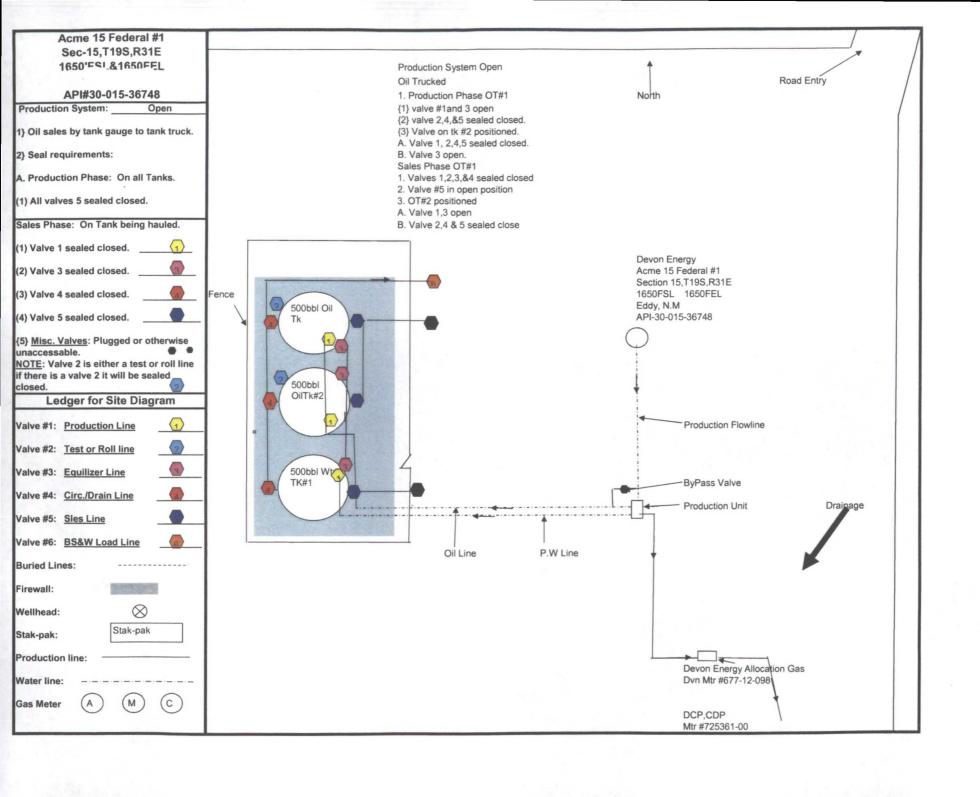
Additional data for EC transaction #133828 that would not fit on the form

32. Additional remarks, continued

parties have been notified via certified mail(see attached).

NMNM 082902 009	NMNM 094614	NMNM 101598 010	NMNM 0055493	NMNM 063011	011 NMNN	023002 012
LEASE		NMNM 120900	NMNM 101600			NMNM 098187
LEASE		NMNM 033953 NMN	M 098186		NMNM 099039	NMNM US818,
016		015			014	013
		NMNM 120900 Acme 15 Fed 1	NMNM 000547	OC NMNM 055477		0005470C
		NMNM 102040	4	NMNM 101599		
NMNM 033953NMNM 034	4657NMNM 028500	NMLC 0070242A	1	NMNM 112274NMNM	0009003	
021	NM /	INM 044594 022		7	023	024
NMLC 0063622	NMN	NM 092767	Arenoso 22 Fed 2		NMNM 0107697	
028		NMNM 094845 027			026	025





OFF LEASE PRODUCTION								
10/01/11 11/01/11 12/01/11 01/01/12 02/01/12 03/01/12								
Well Name	Sum Est Gas	Sum Est Gas	Sum Est Gas	Sum Est Gas	Sum Est Gas	Sum Est Gas		
Acme 15 Federal Com 1	3,873.	5,080.	4,934.42	4,574.75	4,241.16	2,712.		

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. Acme 15 Federal 1 NM120900 3001536748

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.



June 4, 2012

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Interest Owners

Re: Request for Off Lease Gas Measurement & Sales Acme 15 Federal 1 Sec 10 T18S R33E and Sec 10 T18S R33E API # 30-025-30711 and API # 30-025-36282 Pool 45793 Mescalero Escarpe; Bone Spring 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 Gas Measurement & Sales for the aforementioned 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.

Melanie Crawford Regulatory Analyst

Enclosure

Myco Industries Inc PO Box 840 Artesia, NM 88211

Oxy Y-1 Co PO Box 841803 Dallas, TX 75284

Susan Lynn Terry 7200 Montgomery NE. #367 Albuquerque, NM 87109

Sandra Leigh Terry PO Box 12617 El.Paso TX 79912

Barbara Kruse Frankenfield 7333 Wooded Acres Trail Mansfield, TX 76063

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

The Blanco Corripany
PO Box 25968
Albuquerque, NM 87125

ABO Petroleum Corporation PO Box 900 Artesia, NM 88211-0900

Higgins Trust Inc %William P Edwards PO Box 6905 Thomasville, GA 31758-6905

ONRR
Royalty Management Frogram
PO Box 25627
Denver, CO 80225-0627

Nearburg Exploration Co LLC Nearburg Producing Company PO Box 678100 Dallas, TX 75267-8100

Jarced Partners LTD
 A Texas Limited Partnership
 BO Box 51451
 Midland, TX 79710-1451

COG Operating LLC PO Box 849929 Dallas, TX 75284-9929

Penwell Employee Royalty Pool 200 N Loraine Suite 1550 Midland, TX 79701

McCombs Energy Ltd, A Texas Limited Partnership McCombs Energy GP LLC Gen Ptnr. Ricky Halkin Vice President 5599 San Felipe, Ste 1200 Houston, TX 77056 Certified Mailing Number: 7010 1060 0000 0920 4558

Certified Mailing Number: 7010 1060 0000 0920 4596

Certified Mailing Number: 7010 1060 0000 0920 4602

Certified Mailing Number: 7010 1060 0000 0920 4619

Certified Mailing Number: 7010 1060 0000 0920 4626

Certified Mailing Number: 7010 1060 0000 0920 4633

Certified Mailing Number: 7010 1060 0000 0920 4640

Certified Mailing Number: 7010 1060 0000 0920 4657

Certified Mailing Number: 7010 1060 0000 0920 4664

Certified Mailing Number: 7010 1060 0000 0920 4671

Certified Mailing Number: 7010 1060 0000 0920 4688

Certified Mailing Number, 7010 1060 0000 0920 4695

Certified Mailing Number: 7010 1060 0000 0920 4701

Certified Mailing Number: 7010 1060 0000 0920 4718

Certified Mailing Number: 7010 1060 0000 0920 4725 John L Thoma PO Box 17655 Golden,CO 80402

C Mark Wheeler 24 Smith Road, Ste 405 Midland, TX 79702

Sandra M Thoma 8530 Mill Run Rd Athens, TX 75751

Gilbert J Eaton 508 4th St Newark, DE 19711

Virginia E Eaton 461 Rittenhouse Blvd Jeffersonville, PA 19403

Laura Lynn McCampbell 6023 Weymouth Dr Dallas, TX 75252

Pamela Anne Evans 7625 Parkview Circle Austin, TX 78731

/James Gebel PO Box 162 Roswell, NM 88202

Andersen-Malone LLC PO Box 87 Roswell, NM, 88202

Katharine Ann Malone 4104 24th St #551 San Franciso, CA 94114

Jane M Stockton 6756 Old Chisum Trl Dexter, NM 88230

Charles F Malone Jr 2701 Chrysler Dr Roswell, NM 88201

Anne S Johnson 14511 W Selma St Wichita, KS 67227

Linda E Schwarz 324 W Raniba Ave Colorado Spgs, CO 80905

Barbara B Sweeney Trust U/A DTD 12/5/96
 Robert E Sweeney Succ Ttee
 163 South Garfield St
 Denver, CO 80209

Certified Mailing Number: 7010 1060 0000 0920 4732

Certified Mailing Number: 7010 1060 0000 0920 4749.

Certified Mailing Number: 7010 1060 0000 0920 4756

Certified Mailing Number: 7010 1060 0000 0920 4763

Certified Mailing Number: 7010 1060 0000 0920 4770

Certified Mailing Number, 7010 1060 0000 0920 4787

Certified Mailing Number: 7010 1060 0000 0920-4794

Certified Mailing Number: 7010 1060 0000 0920 4800

Certified Mailing Number: 7010 1060 0000 0920 4817

Certified Mailing Number: 7010 1060 0000 0920 4824

Certified Mailing Number: 7010 1060 0060 0920 4831

Certified Mailing Number: 7010 1060 0000 0920 4848

Certified Mailing Number: 7010 1060 0000 0920 4855

Certified Mailing Number: 7010 1060 0000 0920 4862

Certified Mailing Number: 7010 1060 0000 0920 4879 ZPZ Delaware I LLC %Apache Corp General Partner PO Box 840133 Dallas, TX 75284-0133

Concho Oil & Gas LLC A TX Limited Liability Co PO Box 849929 Dallas. TX 75284-9929 Certified Mailing Number: 7010 1060 0000 0920 4886

Certified Mailing Number: 7010 1060 0000 0920 4893