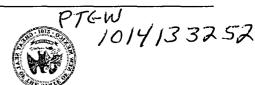
ABOVE THIS LINE FOR DIVISION USE ONLY

# NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau - 1220 South St. Francis Drive, Santa Fe, NM 87505



# **ADMINISTRATIVE APPLICATION CHECKLIST**

Т	HIS CHECKLIST IS M	ANDATORY FOR ALL ADMINISTRATIVE APPLICA WHICH REQUIRE PROCESSING AT		AND REGULATIONS
Applic	[DHC-Dow	s: ndard Location] [NSP-Non-Standard nhole Commingling] [CTB-Lease Co ol Commingling] [OLS - Off-Lease S	Proration Unit] [SD-Simultaneous De ommingling] [PLC-Pool/Lease Com	mingling]
	[EOR-Qua	[SWD-Salt Water Disposal] [IP lified Enhanced Oil Recovery Certific	I-Injection Pressure Increase] ation] [PPR-Positive Production Re	esponse] $_{oldsymbol{arphi}}$
[1]	TYPE OF AF	PLICATION - Check Those Which A Location - Spacing Unit - Simultaneous NSL NSP SD	Apply for [A] ous Dedication	esponse] A l
	Check [B]	One Only for [B] or [C]  Commingling - Storage - Measurement  DHC CTB PLC		617
	[C]	Injection - Disposal - Pressure Increa	ase - Enhanced Oil Recovery  IPI BOR PPR	RECEIVED (
	[D]	Other: SpecifySurface Commit	ngling	OF I
[2]	NOTIFICAT [A]	ION REQUIRED TO: - Check Those  Working, Royalty or Overriding		RECEIVED OOD
	[B]	Offset Operators, Leaseholders	or Surface Owner	2 3
	[C]	Application is One Which Requ	ires Published Legal Notice	
	[D]	Notification and/or Concurrent U.S. Bureau of Land Management - Commission	Approval by BLM or SLO er of Public Lands, State Land Office	
	[E]	For all of the above, Proof of N	otification or Publication is Attached, a	and/or,
	[F]	☐ Waivers are Attached		
[3]		CURATE AND COMPLETE INFO ATION INDICATED ABOVE.	RMATION REQUIRED TO PROC	ESS THE TYPE
	val is <b>accurate</b> a	ΓΙΟΝ: I hereby certify that the inform nd complete to the best of my knowled quired information and notifications ar	lge. I also understand that <b>no action</b> w	
	Note	Statement must be completed by an individ	ual with managerial and/or supervisory capac	city.
Norvella Adams			Sr. Staff Engineering Technician	6/8/2010
Print c	or Type Name	Signature	Title	Date
			Norvella.adams@dvn.com e-mail Address	

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

1220 S. St Francis Dr, Santa Fe, NM

E-MAIL ADDRESS:\_\_norvella.adams@dvn.com\_

District IV

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.

APPLIC	TION 1	FOR SUDEACE	COMMINCLING	: (DIVERSE	OWNERSHIP					
APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)  OPERATOR NAME: Devon Energy Production Company, L.P.										
OPERATOR ADDRESS:	20 North Broadway, Oklahoma City, Oklahoma 73102-8260									
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				
Bell Lake; Devonian, NE (Gas)	97328	1013	1013			0 bo 472 mcf				
Bell Lake; Delaware, Northeast		0.747 / 1205				19 bo 40 mcf				
Ojo Chiso; Morrow, West (Gas) # 96665		1041	1077		19 bo 180 mcf	0 bo 40 mcf				
(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?										
		(C) POOL and	LEASE COMMIN	GLING						
		` '	ts with the following in							
(1) Complete Sections A and	E									
	(I	O) OFF-LEASE ST	ORAGE and MEA	SUREMENT						
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 hepeby certify that the information above is true and complete to the best of my knowledge and belief.										
SIGNATURE: Sr. Staff Engineering Technician DATE: April 8, 2010										
TYPE OR PRINT NAMENo	TYPE OR PRINT NAMENorvella Adams TELEPHONE NO.:(405) 552-8198									



April 8, 2010

New Mexico Oil Conservation Division 1220 S St. Francis Drive Santa Fe, New Mexico 87505

Attn: William Jones

Mr. Jones:

Devon Energy Production Company, LP, as operator of the following leases, respectfully requests permission for the measurement of fuel gas and surface commingling of production from the attached pools and leases.

Rio Blanco 33 Federal 1 (API # 30-025-36359) Pool # 9Z328) Bell Lake; Devonian, NE (Gas): Federal Oil and Gas Leases: USA NMNM-100864 covering the W/2 and SW/4 SE/4 of Section 33 & USA NMNM 19134 covering the N/2 SE/4, NE/4 & SE/4 SE/4 of Section 33. Federal Communitization Agreement: USA NMNM 111768 covering the S/2 of Section 33.

n, NE 576 E/4

Rio Blanco 33 Federal 2 (API # 30-025-36360) Pool # 97328, Bell Lake; Devonian, NE (Gas): Federal Oil and Gas Leases: USA NMNM-100864 covering the W/2 and SE/4 SW/4 of Section 33 & USA NMNM 19134 covering the N/2 SE/4, NE/4 & SE/4 SE/4 of Section 33. Federal Communitization Agreement: USA NMNM 111769 covering the N/2 of Section 33.

Rio Blanco 33 Federal 3 (API # 30-025-37860) Pool # 97630, Bell Lake; Delaware, Northeast (Gas). Federal Oil and Gas Leases: USA NMNM-100864 covering the W/2 and SW/4 SE/4 of Section 33. Well is produced on a lease basis and spaced on 40 acres in the NE/4 SW/4 of Section.

Fio Blanco 4 Federal Com 1(API # 30-025-34515) Pool # 97328, Bell Lake; Devonian, NE (Gas): Federal Oil and Gas Leases: USA NMNM-92199 covering the S/2 NW/4 of Section 4. USA NMNM- 19143 Lots 1 & 2 and the S/2 NE/4 of Section USA NMNM-92782 covering Lots 3 & 4 of Section 4. Federal Communitization Agreement USA NMNM-111812 covering the N/2 of Section 4.

544

Rio Blanco 4 Federal Com 3 (API # 30-025-36425) Pool # 97328, Bell Lake; Devonian, NE (Gas): Federal Oil & Gas Lease USA NMNM-19143 covering the SE/4 of Section 4. USA NMNM-19142 covering the SW/4 of Section 4. Federal Communitization Agreement USA-11270 covering the S/2 of Section 4.

Gaucho Unit 1 (API # 30-025-33440) Pool # 96665, Ojo Chiso; Morrow, West (Gas): Federal Oil and Gas Lease USA NMNM-69569 covering the W/2 of Section 29. USA NMNM-96050 covering the E/2 of Section 29. This well is in the Gaucho Federal Unit USANMNM-94480X.

Our intent in surface commingling and utilizing one compressor is to prevent waste and promote conservation while ensuring that the interest owners in these wells are not adversely affected. Commingling and compression of these leases should not result in a reduction of productivity. The attached details and diagrams outline the leases and our proposed operations.

As referenced by the attached letter, all parties owning an interest in the leases have been notified by certified mail regarding this application.

Please contact the undersigned at (405) 552-8150 should you have any questions or need anything further.

Sincerely,

DevemEnergy Production Company, L.P.

Ron Hays
Operations Engineer

Enclosure

### Rio Blanco Area

### **Current Well conditions:**

The **Rio Blanco 4 Fed # 3** is a Devonian well currently producing with the assistance of compression at an average rate of 0 bo/d, 750 mcf/d and 2,840 bw/d. The fuel gas for the rental compressor being utilized is purchased through a DCP gas line that is currently accessible to Devon. However, Devon was recently informed (Jan 2010) that the gas servicing DCP's line will soon become a "sour service" line within a few months. This change will require Devon to seek an alternate "sweet" fuel in order to maintain production from the Rio Blanco 4 Fed # 3 well. The existing compressor enables the Rio Blanco 4 Fed # 3 to produce at an average wellhead pressure of 150 psi and then discharges into an ~400 psi line routed to DCP's sales meter point located at Sec 33-T22S-R34E of Lea County,NM. An allocation meter is located just downstream of the compressor for this well.

The **Rio Blanco 4 Fed # 1** is also a Devonian well currently producing at an average rate of 0 bo/d, 380 mcf/d and 700 bw/d against a static pressure of ~400 psi. An allocation meter is located just downstream of the production unit where the gas-discharges into a common line (400 psi) which meets up with gas production from the Rio Blanco 4 fed # 3 that runs to DCP's central sales meter point at Sec 33-T22S-R34E of Lea-County, NM.

The **Rio Blanco 33 Fed # 1** is a Devonian well currently producing with the assistance of compression at an average rate of 0 bo/d, 480 mcf/d and 780 bw/d. The fuel gas for the rental compressor being utilized for the 33 FED # 1 is provided by "sweet gas" from the **Rio Blanco 33 Fed # 3** (Delaware producer) which produces via a pumping unit at a rate of 19 bo/d, 40 mcf/d and 100 bw/d. Sales gas from the 33 Fed # 3 is measured by an allocation meter that is connected to an ~ 150 psi sales line to a DCP sales meter located in Sec 6,T23S,R34E in Lea County,NM. The fuel gas from the 33 Fed # 3 that is sent to the rental compressor located at/for the 33 Fed # 1 is measured by a fuel meter located downstream of the 33 Fed # 3's sales gas allocation meter. The rental compressor enables the Rio Blanco 33 Fed # 1 to produce at average wellhead pressures of 175 psi and then discharges into an ~ 400 psi line routed to DCP's sales meter point within Sec 33-T22S-R34E of Lea County,NM. An allocation meter is located just downstream of the compressor for this well's gas measurement.

The **Rio Blanco 33 Fed # 2** is also a Devonian well currently producing at an average rate of 0 bo/d, 275 mcf/d and 200 bw/d against a static pressure of 400 psi with no compression. An allocation meter is located just downstream of the production unit where the gas discharges into a common line (400 psi) which meets up with gas production from the Rio Blanco 33 fed # 1. Then, together both wells' gas production runs to DCP's central sales meter point within Sec 33-T22S-R34E of Lea County, NM.

The **Gaucho Federal 1Y** is a Morrow well currently producing at an average rate of 0 bo/d, 40 mcf/d and 0 bw/d against a static pressure of 750 psi with no compression. We propose to set an allocation meter downstream of the production unit.

### Proposed well condition change:

Devon would like approval to route and commingle the Rio Blanco 4 Fed 1's gas production with that of the Rio Blanco 4 Fed # 3 at the inlet of the rental compressor currently located at the Rio Blanco 4 Fed # 3. In doing so, the gas leaving the 4 Fed # 1 would be measured through its existing allocation meter as before, and then the allocation meter downstream of the rental compressor would read the combination of gas from both the 4 Fed #'s 1 and 3. The Rio Blanco 4 Fed # 3's gas would simply then be calculated by the difference between the allocation meter reading downstream of the rental compressor and the allocation meter reading as gas leaves the Rio Blanco 4 Fed # 1 site. In this situation a benefit is realized at both wells. The Rio Blanco 4 Fed # 1 could realize a  $\sim$  250 psi drop in pressure at its wellhead. This decrease would lower the critical velocity requirements to keep this well unloaded in the future as well as potentially improving gas production.

As you will note, the Rio Blanco 4 Fed # 3 makes a considerable amount of water (2,840 bw/d). Since this well is on compression by itself, when the compressor goes down a swab rig must spend numerous days at a current cost in excess of \$15,000 per occurrence in an attempt to get the well flowing enough gas to load the compressor so that the compressor can stay running long enough to afford the 4 Fed # 3 with low enough wellhead pressure necessary to keep it on line.

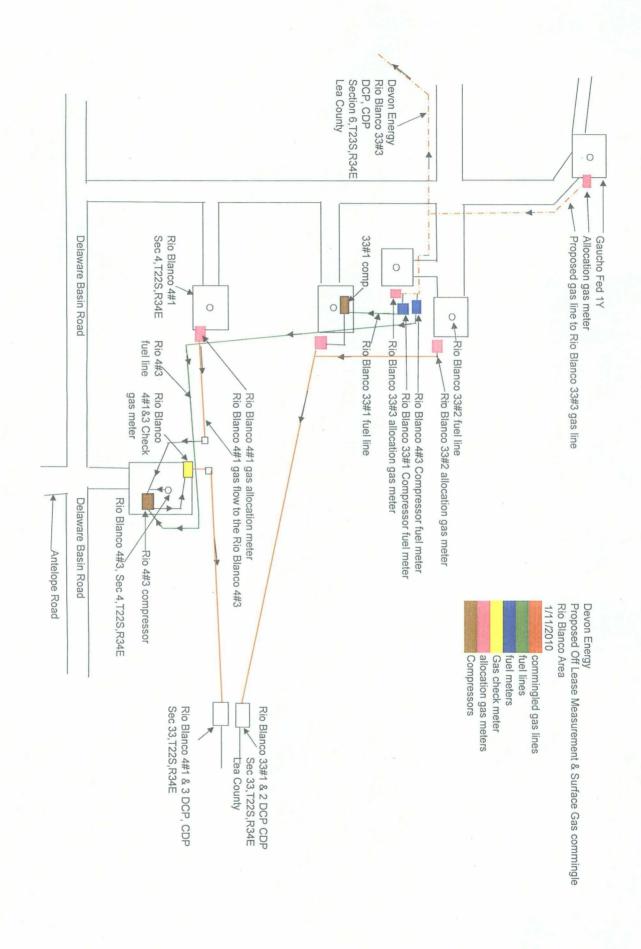
If the 4 Fed 1 was allowed to utilize the rental compressor as well, then the rental compressor would be sufficiently loaded to afford the 4 Fed # 3 to obtain the lower wellhead pressure more consistently and thus provide more stable production with reduced expenses and less downtime.

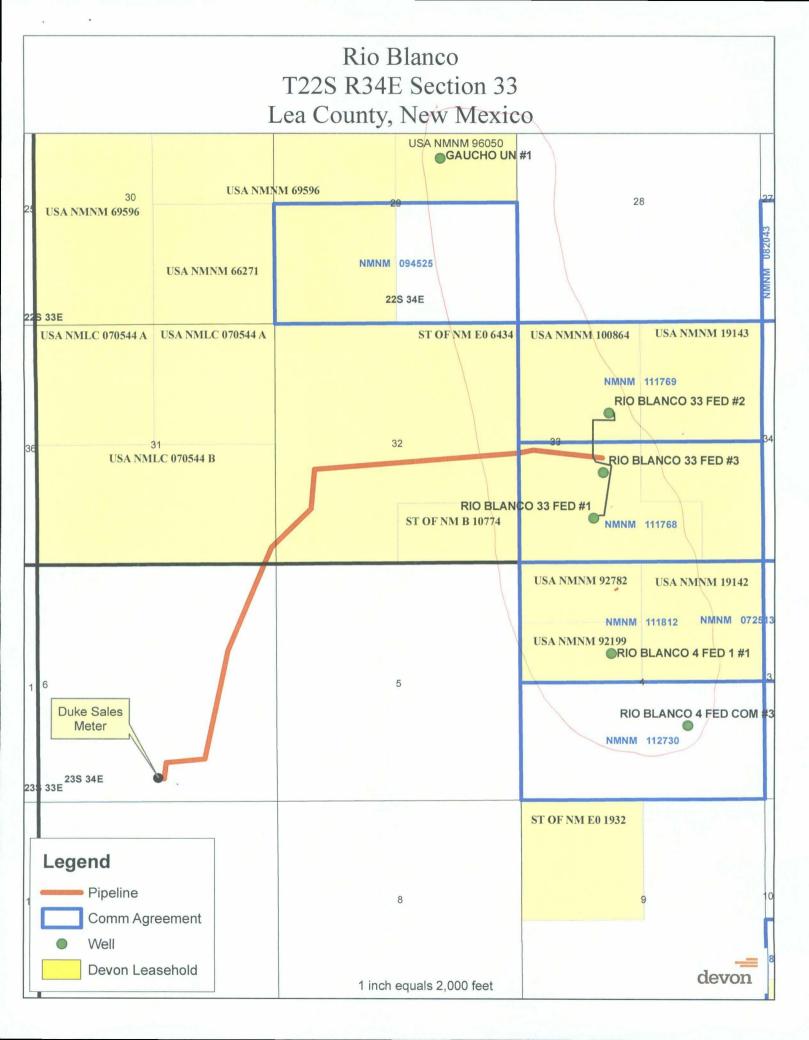
In addition, each well would share proportionately the rental expense of the compressor. This would then require less production from each well to support this necessary expense as compared to a single rental compressor at each site.

### Proposed fuel condition change:

Devon would also like approval to tie, route and commingle the Gaucho 1Y's gas production (currently 750 psi static line pressure) into/with the Rio Blanco 33Fed #3's gas line (currently 150 psi static line pressure) that runs to DCP's sales meter in Sec 6-T23S-R34E of Lea County,NM. In doing so Devon could then utilize the gas off of the Rio Blanco 33 Fed # 3/ Gaucho 1Y gas line to provide fuel to both the Rio Blanco 33 Fed 1 and Rio Blanco 4 Fed # 3 compressors. Fuel usage for the Rio Blanco 33 Federal 1 and Rio Blanco 4 Federal 3 compressors will be metered with EFM. The allocation sales volume of the combined fuel metered daily volume usage for the wells should be equal to or within an acceptable variance of DCP's sales meter volume.

In addition, by switching and tying the Gaucho 1Y's production into the Rio Blanco 33 Fed # 3's gas line, a reduction of nearly 600 psi of static pressure is anticipated. This significant decrease in static pressure should afford the Gaucho 1Y the ability for an increase in gas production. Morrow wells in Gaucho area have shown to have had a significant increase in gas production with reduced wellhead pressures. Because the Gaucho 1Y has had a low rate of gas production for several years, it would be difficult to quantify just what type of incremental production might be realized.





20 North Broadway



April 8, 2010

# CERTIFIED MAIL **RETURN RECEIPT REQUESTED**

#### Interest Owners

Re: Request for Lease and Pool Commingling

Rio Blanco 33 Federal 1, 2, and 3, Rio Blanco 4 Federal Com 1 and 3 & Gaucho Unit 1

Bell Lake; Devonian, NE (Gas) Pool (97328) Bell Lake; Delaware, Northeast Pool (97630) Ojo Chiso; Morrow, West (Gas) Pool (96665)

Sections 33, 4 & 29, Township 225 & 235, Range 34E

Lea 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 commingling of production from the following leases and pools and the measurement of fuel gas.

Rio Blanco 33 Federal 1 (API # 30-025-36359) Pool # 97328, Bell Lake; Devonian, NE (Gas): Federal Oil and Gas Leases: USA NMNM-100864 covering the W/2 and SW/4 SE/4 of Section 33 & USA NMNM 19134 covering the N/2 SE/4, NE/4 & SE/4 SE/4 of Section 33. Federal Communitization Agreement: USA NMNM 111768 covering the S/2 of Section 33.

Rio Blanco 33 Federal 2 (API # 30-025-36360) Pool # 97328, Bell Lake; Devonian, NE (Gas): Federal Oil and Gas Leases: USA NMNM-100864 covering the W/2 and SE/4 SW/4 of Section 33 & USA NMNM 19134 covering the N/2 SE/4, NE/4 & SE/4 SE/4 of Section 33. Federal Communitization Agreement: USA NMNM 111769 covering the N/2 of Section 33.

Rio Blanco 33 Federal 3 (API # 30-025-37860) Pool # 97630, Bell Lake; Delaware, Northeast (Gas): Federal Oil and Gas Leases: USA NMNM-100864 covering the W/2 and SW/4 SE/4 of Section 33. Well is produced on a lease basis and spaced on 40 acres in the NE/4 SW/4 of Section.

Rio Blanco 4 Federal Com 1(API # 30-025-34515) Pool # 97328, Bell Lake; Devonian, NE (Gas): Federal Oil and Gas Leases: USA NMNM-92199 covering the S/2 NW/4 of Section 4. USA NMNM- 19143 Lots 1 & 2 and the S/2 NE/4 of Section USA NMNM-

92782 covering Lots 3 & 4 of Section 4. Federal Communitization Agreement USA NMNM-111812 covering the N/2 of Section 4.

Rio Blanco 4 Federal Com 3 (API # 30-025-36425) Pool # 97328, Bell Lake; Devonian, NE (Gas): Federal Oil & Gas Lease USA NMNM-19143 covering the SE/4 of Section 4. USA NMNM-19142 covering the SW/4 of Section 4. Federal Communitization Agreement USA-11270 covering the S/2 of Section 4.

Gaucho Unit 1 (API # 30-025-33440) Pool # 96665, Ojo Chiso; Morrow, West (Gas): Federal Oil and Gas Lease USA NMNM-69569 covering the W/2 of Section 29. USA NMNM-96050 covering the E/2 of Section 29. This well is in the Gaucho Federal Unit USANMNM-94480X.

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) 552-8150 should you have any questions or need anything further.

Sincerely,

Devon Energy Production Company, L.P.

Ron Hays

**Operations Engineer** 

**Enclosure** 

Alan Jochimsen 4209 Cardinal Lane Midland TX 79707 Anthony Moiso PO Box 9 SJ Capistrano CA 92693

Ashley Mullican 3030 McKinney Ave Apt 403 Dallas TX 75204 Axis Energy Corp PO Box 2107 Roswell NM 88202

Bryan Bell Family LTD % Bryan Bell 1331 Third St. New Orleans LA 70130

BTA Oil Producers 104 S. Pecos Midland TX 79701

Candy Dolan 2706 Marquis Circle E Arlington TX 76016 Chris Morphew 4912 N. Midkiff Road Midland TX 79705

Cinco Oil Company 7822 Orlando Lubbock TX 79423 Cindy St Clair Hughes PO Box 1542 Hilsboro TX 76645

Conoco Phillips PO Box 7500 Bartlesville OK 74005 Dan D Davis PO Box 465 Rimersburg PA 16248

Dana B Davis 1684 Rider Road Rimersburg PA 16248 David Engle 38315 Sunset Dr. Oconomowoc WI 53066 David H Pace PO Box 4546 Midland TX 79704 Deborah Fedric PO Box 1837 Roswell NM 88202

Donn A Davis 1003 S E Third St. Cape Coral FL 33990 Dora Hempling % Lindy Hempling 906 Kyle St. Athens TX 75751

Dougles Investments PO Box 79148 Saginaw TX 76179 Elwyn Ward White % Marian S. Alexander Lake Tindall CCP PO Box 918 Greenville MS 38702

Evans Resources Company 5365 W. Princeton Drive Denver CO 80235

Fasken Foundation PO Box 2024 Midland TX 79702

First Roswell Company PO Box 1797 Roswell NM 88202

Fred Jones 64 E Canyon View Lake Ronsom Canyon TX 79366

Fred L Engle % Resource Service Co. PO Box 1166 Sioux Falls SD 57101

George H Hunker PO Box 524 Lander WY 82520

Gerald J Brockman 15071 Golf Drive Whitney TX 76692 Giles M Forbess PO Box 31 Lubbock TX 79408 Howard A Rubin Inc. 623 Camino Rancheros Santa Fe NM 87505

James G Morris 1500 Broadway Ste 1101 Lubbock TX 79401 James G White, Jr. 1447 Galaxy Drive Newport Beach CA 92660

James L. Brezina PO Box 8204 Midland TX 79708 Jerune Allen 245 Nicklaus Dr. Rio Rancho NM 87124

Joe Jack Reynolds & Reynolds Associates Ltd 4010 82nd St Ste 260 Lubbock TX 79423

Jon Marc Howell 9209 Hunters Terrace Austin TX 78758

Juanita Allen Plain 6681 Waterford Place Owensboro KY 42303 JV Royalty Group PO Box 2035 Roswell NM 88202

Karen White Lehman PO Box 982 Meridian TX 76665 Larry T Long PO Box 1777 Kilgore TX 75663

Leigh Oatman PO Box 1445 Terrell TX 75160 Lime Rock Resources 1111 Bagby Street Houston TX 77002 Madison Hinkle PO Box 2292 Roswell NM 88202 Mallard Royalty Partnership PO Box 52267 Midland TX 79710

Manor Park Inc.
Chase Bank of TX National Association Agent
Acct 5116400
PO Box 5383
Denver CO 80217

Marcheta Jochimsen 4209 Cardinal Lane Midland TX 79707

Marcie Brooke Howell 1505-B Cinnamon Path Austin TX 78704 Margaret Hunker TSUI 3200 N. Tacoma St. Arlington VA 22213

Margaret M White % Phyllis White Hennessee 452 Jennifer Lane Driftwood TX 78619

Mark Childress 141 Austen Drive Hudson Oaks TX 76087

Mark S. Martin 2304 Stanolind Midland TX 79705 Mary Anderson 2732 Scruggs Park Drive Ft Worth TX 76118

Mary Beth Whitaker Trustee FBO Wildcat Energy LLC PO Box 1700 Kilgore TX 75663

Metcalfe Minerals LP PO Box 670069 Dallas TX 75367

Michael J Norton III 60 Beach Ave, South Dartmouth MA 02748 Michael McEntire 5613 Glenview Drive Ft Worth TX 76116 Michael R Abbott PO Box 3876 Lubbock TX 79452 Misty Morning Partners 1645 Fox Lane Burleson TX 76028

MMS PO Box 5810 Denver CO 80217 Mona Coffield PO Box 8028 Santa Fe NM 87504

Monty D McLane PO Box 945 Midland TX 79708 Morris E Schertz PO Box 2588 Roswell NM 88202

New-Tex Oil Company PO Box 297 Hobbs NM 88240 Occidental Permian LTD PO Box 1747 Addison TX 75001

Panther City Exploration 777 Main St #3100 Ft Worth TX 76102 Patricia Meredith Green 34 East Bend Lane Houston TX 77007

Paul & Lynn Sawyer Revocable Trust dtd 5-11-92 Paul F & Lynn A Sawyer, Trustees 10767 N Bay Shore Dr. Sister Bay WI 54234

Phyllis White Hennesse 452 Jennifer Lane Driftwood TX 78619

Pippi Espinoza #46 Kahala Dr. Odessa TX 79762 Rebecca L Engle Childrens Irrevocable Trust of 2003 PO Box 1166 Sious Falls, SD 57101 Robert E Landreth 110 W. Louisiana Ste 404 Midland TX 79701 Robert N Enfield Trust Wells Fargo Bank NA Trustee PO Box 5383, Denver CO 80217

Rolla R. Hinkle III PO Box 2292 Roswell NM 88202 Rosemarie E Maggart #46 Kahala Dr. Odessa TX 79762

Rubie C Bell Family LT 1331 Third Street New Orleans LA 70130 Sammy L Morrison 4617 Breezeway Ct. Midland TX 79707

Scot D. Northern PO Box 2244 Midland TX 79702 Scott W Tanberg PO Box 7662 Midland TX 79708

Serena B Kundysek PO Box 3788 Arlington TX 76007 Sharon Lee White 7018 William Wallace Way Austin TX 78751

Shirley Hubbard Williams 1302 E. 56<sup>th</sup> Odessa TX 79762 Southwest Petroleum Co PO Box 702377 Dallas TX 75370

Stephen J Deffenbaugh 2829 Auburn Dr. Midland TX 79705 Sue Meredith Mason 25 Holly Lane Perkinson MS 39573 Sunshine Company PO Box 1496 Roswell NM 88202

Susan White PO Box 1577 Whitney TX 76692

The Blanco Company PO Box 25968 Albuquerue NM 87125 Yates Petroleum Corp 105 S. 4th St. Artesia NM 88210

## Ezeanyim, Richard, EMNRD

From:

Adams, Norvella [Norvella.Adams@dvn.com]

Sent:

Tuesday, May 18, 2010 9:21 AM

To: Subject:

Ezeanyim, Richard, EMNRD Rio Blanco Area Application

Mr.Ezeanyim,

Devon Energy sent in an application for pool lease commingling for the Gaucho Unit 1, Rio Blanco 33 Federal 1, Rio Blanco 33 Federal 3, Rio Blanco 4 Federal Com 1, and Rio Blanco 4 Federal Com 3. We currently have a Commingling Order, CTB-547, for the Rio Blanco 4 Federal Com 1 and Rio Blanco 4 Federal Com 3 and a Commingling Order, CTB-546, for the Rio Blanco 33 Federal 1 and Rio Blanco 33 Federal 2 wells. We would like to combine all six of these wells in one order. We feel a benefit will be realized by all of the wells when our proposed use of compression is put into operation. Our CDP will be that of DCP Midstream's CDPs located in Section 6 T23S R34E and Sec 33 T22S R34E in Lea County, NM as shown in our diagram.

Please feel free to contact me should you need anything else or have any questions.

Thank you,

Norvella Adams

Devon Energy

405-552-8198

**Confidentiality Warning:** This message and any attachments are intended only for the use of the intended recipient(s), are confidential, and may be privileged. If you are not the intended recipient, you are hereby notified that any review, retransmission, conversion to hard copy, copying, circulation or other use of all or any portion of this message and any attachments is strictly prohibited. If you are not the intended recipient, please notify the sender immediately by return e-mail, and delete this message and any attachments from your system.