-						PTG	w	
DATE IN	3,11,11	SUSPENSE	ENGINEER RE		TYPE OL	M APP NO.//	07055.	375
			ABOV	/E THIS LINE FOR DIVISION USE ONLY	(		_	
			IEXICO OIL CO - Engineer 0 South St. Francis D	ring Bureau -		() m	Pevo illman	~ SEFel#:
		ADMI	NISTRATIVE	E APPLICATI	ON CHE	CKLIST	30-015-	30376
т	HIS CHECKLIS		Y FOR ALL ADMINISTRATI WHICH REQUIRE PROCE				AND REGULATI	ONS
Appli	[DHC]	n-Standard Loo Downhole Co PC-Pool Comm [WFX-Wa [SW]		-Lease Comminglin ff-Lease Storage] a] [PMX-Pressure asal] [IPI-Injection	g] [PLC-Po [OLM-Off-Le Maintenance Pressure Inc	ol/Lease Com ase Measure Expansion] crease]	mingling] ment]	i-1dy
[1]	ΤΥΡΕ Ο	F APPLICA	<b>FION -</b> Check Those	e Which Apply for [	A]			~·-/
r-1		A] Locatio	on - Spacing Unit - S SL D NSP D			$\frown$		
	(	Theck One Onl	ly for [B] or [C]		/			
		B] Comm	ingling - Storage - M HC CTB	leasurement PLC PC		∃ OLM		)
	[		on - Disposal - Press /FX 🗌 PMX 🚺	ure Increase - Enhar SWD [] IPI	nced Oil Reco	very PPR		)
	[	D] Other:	Specify	Off Lease Gas Sales				) >
[2]	NOTIFL	CATION DE	QUIRED TO: - Che	ack Those Which A	nnty or D	nee Not Apply		>
[2]			/orking, Royalty or C	•			05.	j
	[	B] 🗌 O	ffset Operators, Leas	seholders or Surface	Owner			
	[	C] 🗌 Aj	pplication is One WI	hich Requires Publis	shed Legal No	otice		
	[		otification and/or Co B. Bureau of Land Management					
	[	E] 🗌 Fo	or all of the above, P	proof of Notification	or Publicatior	n is Attached,	and/or,	
	[	F] 🗌 W	aivers 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.

Note. Statement must be completed by an individual with managenal and/or supervisory capacity.							
<u>Melanie Crawford</u> Print or Type Name		<u>Molanie</u> Signature	- Crawford	Regulatory Analyst Title	<u>)-\\o-J0</u> \\ Date		
		OLM	- 42	<u>Melanie.Crawford@dvn.com</u> e-mail Address			



RECEIVED ( 2011 MAR 11 A 11: 05Fax (405)-552-1358

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

February 16, 2011

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 and Lease Sales Approval Millman SE Federal 1** API # 30-015-30376 Sec 33-T19S-R329E Lease NMNM-98173 Parkway; Morrow West (Gas) - Pool Code: 82600 **Eddy County, New Mexico** 

Dear Mr. Ezeanyim:

Please find attached the OCD Form C-107B, OCD Form C-103 and BLM Form 3160-5 Sundry Notice of Intent to Lease Commingle the aforementioned wells. The working interest, royalty interest and overriding royalty interest owners in both leases are not uniform; parties have been notified via certified mail.

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

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State of New Mexico Energy, Minerals and Natural Resources Department

#### **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.

# APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Devon Er	nergy Production Co.,	LP				
OPERATOR ADDRESS: 20 North Broadway, Ste 1500						
APPLICATION TYPE:						
Pool Commingling Lease Comminglin	g Pool and Lease Cor	mmingling 🖾 Off-Lease	Storage and Measur	ement (Only if not Surface	e Commingled)	
	State 🛛 Fede					
Is this an Amendment to existing Order	? □Yes ⊠No If	"Yes", please include t	he appropriate C	Order No.	to a line a	
Have the Bureau of Land Management ⊠Yes □No	(BLM) and State Land	l office (SLO) been not	lifted in writing of	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 Production	Volumes	
		-				
		-				
		-				
· · · · · · · · · · · · · · · · · · ·		1				
(2) Are any wells producing at top allowa		.l	J	L	I	
(3) Has all interest owners been notified b		oposed commingling?	$\Box$ Yes $\Box$ No.			
<ul> <li>(4) Measurement type: Metering [</li> <li>(5) Will commingling decrease the value of the second se</li></ul>		□No If "ves", descri	be why commingl	ing should be approved		
			,			
		SE COMMINGLIN				
		s with the following in		·		
(1) Pool Name and Code.		<u> </u>				
(2) Is all production from same source of	— —					
<ul> <li>(3) Has all interest owners been notified by</li> <li>(4) Measurement type: Metering</li> </ul>		posed commingling?	Yes N	0		
(4) Measurement type: Metering Other (Specify)						
		LEASE COMMIN ts with the following it				
(1) Complete Sections A and E.		<u> </u>				
					<u> </u>	
()	,	ORAGE and MEA ets with the following				
(1) Is all production from same source of			mom	$\overline{}$		
(2) Include proof of notice to all interest of						
(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 hereby certify that the information above is	s true and complete to the	best of my knowledge an	d belief.			
SIGNATURE: Melanie Cic	I projeur	ITLE:Regulatory Analy	/st	date: <u>//</u>	<u>6-7011</u>	
TYPE OR PRINT NAME Melanie Crawfor			TELEPHONE N	O.: (405)- 552-4524		

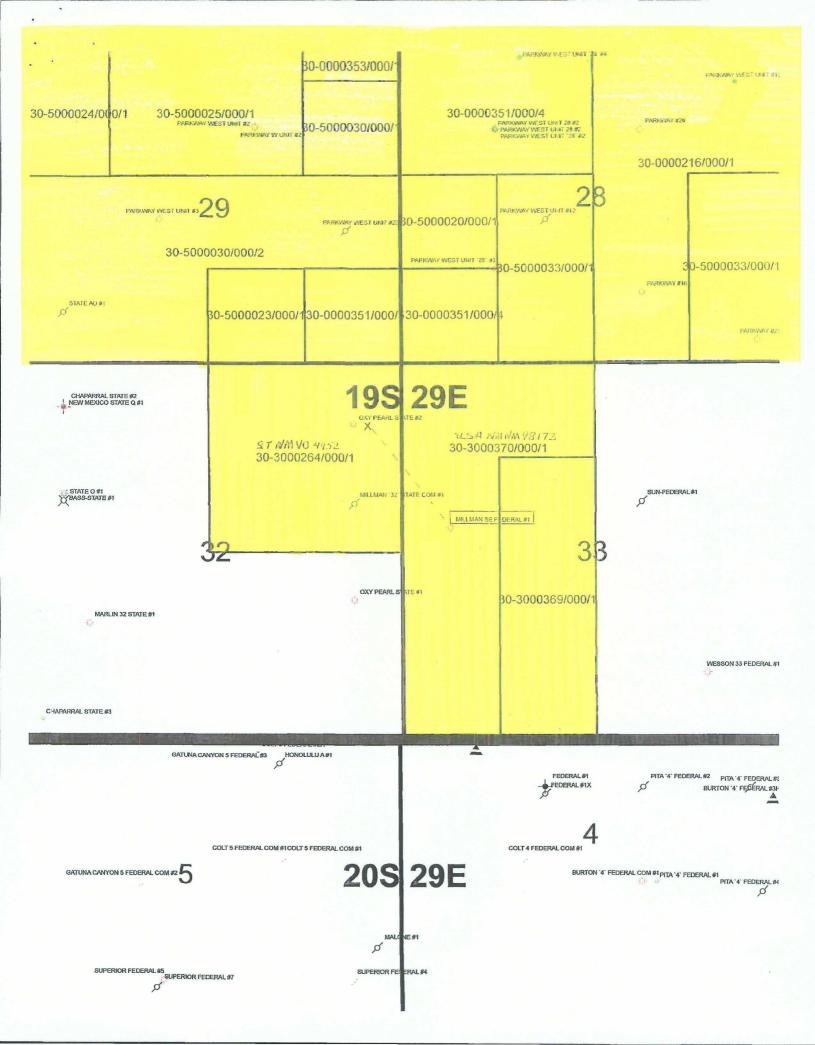
E-MAIL ADDRESS: \_\_\_\_Melanie.Crawford@dvn.com\_

•				
Submit 3 Copies To Appropriate District	State of New Mex	ico	Form C-1	03
Office , District I	Energy, Minerals and Natura	al Resources	May 27, 24	
1625 N. French Dr., Hobbs, NM 88240		WE	CLL API NO.	l
District II 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION I	DIVISION 5	30-015-30376 Indicate Type of Lease	
District III	1220 South St. Franc	is Dr.	$ED \boxtimes STATE \square FEE \square$	1
1000 Rio Brazos Rd., Aztec, NM 87410 District IV	Santa Fe, NM 875		State Oil & Gas Lease No.	
1220 S. St. Francis Dr., Santa Fe, NM			NM-98173	
87505 SUNDRY NOTI	CES AND REPORTS ON WELLS	7.	Lease Name or Unit Agreement Name	e
(DO NOT USE THIS FORM FOR PROPOS	SALS TO DRILL OR TO DEEPEN OR PLUC	BACK TO A		
DIFFERENT RESERVOIR. USE "APPLIC PROPOSALS.)	CATION FOR PERMIT" (FORM C-101) FOR		Millman SE Federal	
1. Type of Well: Oil Well	Gas Well 🛛 Other 🔲	8.	Well Number	
2. Name of Operator		0	OGRID Number	
-	Production Company, LP		6137	
3. Address of Operator		10.	Pool name or Wildcat	
20 North Broadway Oklahoma Ci	ty, Oklahoma 73102-8260 (405)	552-4524 82	.600 – Parkway; Morrow, West (gas)	
4. Well Location (See Below)	······································			
Unit LetterE23	10feet from the _Northli	ne and660	feet from theWestlin	ne
Section 33 To	wnship 19S Range 29E	NMPM	Eddy County New Mexico	
	11. Elevation (Show whether DR, I	RKB, RT, GR, etc.)		
Pit or Below-grade Tank Application 🗌 o				+
	aterDistance from nearest fresh wa	ter well Distance f	ram nearest surface water	Ì
Pit Liner Thickness: mil	Below-Grade Tank: Volume	bbls; Construe		
				í
12. Check A	Appropriate Box to Indicate National Appropriate Na	ture of Notice, Rep	ort or Other Data	
NOTICE OF IN	TENTION TO:	SUBSEC	QUENT REPORT OF:	
PERFORM REMEDIAL WORK 🗋	PLUG AND ABANDON	REMEDIAL WORK	ALTERING CASING	
TEMPORARILY ABANDON		COMMENCE DRILLIN		
		CASING/CEMENT JOE	3 []	
OTHER: Off-Lease Gas Measuren		OTHER:	П	
			e pertinent dates, including estimated	date
	rk). SEE RULE 1103. For Multiple	Completions: Attach	wellbore diagram of proposed comple	tion
or recompletion.				
Devon Energy Production Co., LLP	respectfully requests permission for (	Off-Lease Gas Measure	ment & Sales for Millman SE Federa	11
Produced gas flows to a separator be	fore going to the DCP CDP Sales Me	eter #2340320067 locat	ed approximately 1/2 a mile NW in Sec	c 32
	kico. No other wells are connected to	the gas line and report	ed gas volumes are the CDP sales me	ter
volumes.				
The Off Lease Gas Measurement & S	Sales is due to the Operator installed	gathering systems Wa	ste is not induced and no correlative	
rights are impaired.		gamering systems. We	ste is not induced and no correlative	
ROW will or has already been obtain	ned.			
The working interest royalty interest	and overriding royalty interest owned	ers are not identical na	rties have been notified via certified n	nail
(see attached).		ine net identical, pa	thes have been notified via certified in	an
I hereby certity that the information a grade tank has been/will be constructed or	above is true and complete to the best closed according to NMOCD guidelines	t of my knowledge and	belief. I further certify that any pit or bel (attached) alternative OCD-approved plan [	.ow-
	$\land$			
SIGNATURE Wellane	[sauford_TITLE_Re	gulatory Analyst	DATE <u>2-16-20</u> 1	$\langle \rangle$
	$\sim$ 1			

Type or print name Melanie Crawford	E-mail address:	Melanie.Crawford@dvn.com	Telephone No. (405) 552-4524
For State Use Only		Ŭ	

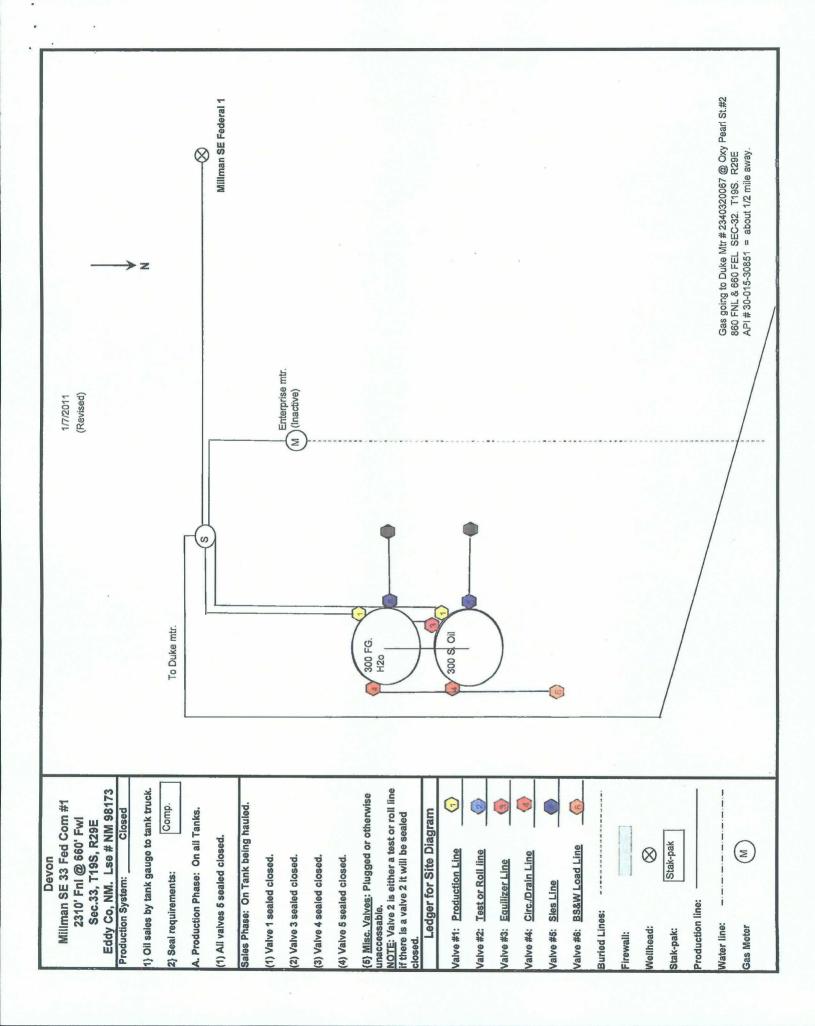
APPROVED BY:
Conditions of Approval (if any):

•	Gestator Copy					
Forn 311- 1-5 (February 2005) DEP	ebruary 2005) DEPARTMENT OF THE INTERIOR			FORM APPROVED OMB No. 1004-0137 Expires: March 31, 2007		
BUR	EAU OF LAND MANAGE	5. Lease Serial No. NM 98173				
Do not use this f	OTICES AND REPORTS form for proposals to dr Use Form 3160-3 (APD)	6. If Indian, Allottee or Tribe Name				
SUBMI	T IN TRIPLICATE – Other instru	uctions on page 2.		7. If Unit of CA/Agreer	nent, Name and/or No.	
I. Type of Well				8. Well Name and No.		
Oil Well I Gas W	/ell Other			Millman	SE Federal 1	
2. Name of Operator Devon Energy Production Co., LP					15-30376	
3a. Address 20 North Broadway OKC, OK 73102	. (405	Phone No. <i>(include a</i> 5)- 552-4524	rea code)	10. Field and Pool or Exploratory Area 82600 Parkway; Morrow, West (gas)		
4. Location of Well (Footage, Sec., T.,	R., M., or Survey Description)			11. Country or Parish, S Eddy, NM	State	
Unit E, Sec 33, T19S, R29E						
	CK THE APPROPRIATE BOX(ES	S) TO INDICATE NA		<del></del>	R DATA	
TYPE OF SUBMISSION			TYPE OF ACT		<u> </u>	
Notice of Intent	Acidize	Deepen Fracture Treat		luction (Start/Resume)	Water Shut-Off	
	Casing Repair	New Constructio		omplete	Off Lease Gas	
Subsequent Report	Change Plans	Plug and Aband		porarily Abandon	Measurement & Sales	
Final Abandonment Notice	Convert to Injection	Plug Back	Wat	er Disposal	. <u></u>	
Devon Energy Production Co., LLP to a separator before going to the D No other wells are connected to the The Off Lease Gas Measurement & ROW will or has already been obtain The working interest, royalty interest	CP CDP Sales Meter #2340320 gas line and reported gas volu Sales is due to the Operator in ned.	0067 located appro mes are the CDP s istalled gathering s	ximately ½ a mil ales meter volun ystems. Waste i	e NW in Sec 32 T19S nes. s not induced and no c	R29E, Eddy County, New Mexico. orrelative rights are impaired.	
			SEI	EATTACHE	DFOR	
					OF APPROVAL	
14. I hereby certify that the foregoing is t	rue and correct					
Name (Printed/Typed) Melanie Crawford		Title Re	gulatory Analyst			
Signature Melane	- (iau) ord	Date	eb. 16.	3011		
	THIS SPACE FOI	R FEDERAL O	STATE OF	FICE USE		
Approved by	Ist JD Whitlock .	Jr <sub>riu</sub>	LIET	-	ate 2/27/4	
Conditions of approval, if any, are attached that the applicant holds legal or equitable t entitle the applicant to conduct operations	d. Approval of this notice does not v title to those rights in the subject leas	IDate 72774				
Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or repre-			ingly and willfully	to make to any department	or agency of the United States any false,	
(Instructions on page 2)						





Scale: 1.10,000 Date Printed: Feb 18, 2011 7:31:40 AM





Devon Energy Corporation 20 North Broadway Oklahoma City, OK 73102-8260 405 235 3611 Phone www.devonenergy.com

February 16, 2011

## CERTIFIED MAIL RETURN RECEIPT REQUESTED

Interest Owners

Re: Off-Lease Gas Measurement & Sales Millman SE Federal 1 Sec 33-T19S R29E API # 30-015-30376 Pool 82600 - Parkway; Morrow, West (gas) Eddy County, New Mexico

To Whom It May Concern:

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 for Off-Lease Gas Measurement & Sales.

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.

aw Darie

Melanie Crawford Regulatory Analyst

Enclosure

George G Vaught Jr PO Box 13557 Denver, CO 80201-3557

,

Certified Mail Number 7008 1830 0003 1984 6581

Alan Jochimsen 4209 Cardinal Ln Midland, TX 79707

Certified Mail Number: 7008 1830 (0003-1984-6574

Mack H Wooldridge PO Box 3217 Albany, TX 76430

Certified Mail Number, 7008 1830 0003 1984 6567

Minerals Management Service Royalty Management Program PO Box 5810 Denver, CO 80217-5810 Certified Mail Number, 7008 1830 0003 1984 6550

Monty D McLane PO Box 9541 Midland, TX 79708

Centied Mail Number, 7098 1830 0003 1984 6505

Hanson Operating Co Inc PO Box 1515 Roswell, NM 88202-1515

Certified Mail Number: 7008 1830 0003 1984 6499

Edward R Hudson Jr 616 Texas Street Fort Worth, TX 76102

Certified Mail Number 7008 1830 0003 1984 6482

Kingdom Investments Limited 1601 Elm Street, Ste 3400 Dallas, TX 75201-7201

Certified Mail Number: 7008 1830 0003 1984 6475

Gerald E & Emma Harrington Tr C/O Gerald E Harrington Tstee PO Box 3716 Roswell, NM 88202-3716

Certified Mail Number [7008-1830/0003/1984/6468

Jareed Partners Ltd A Texas Limited Partnership PO Box 51451 Midland, TX 79710-1451

Certified Mail Number, 7008 1830 0003 1984 6451

Delmar Hudson Lewis Irrevocable Trust Bank of America NA Trustee PO Box 840738 Dallas, TX 75284-0738

Centried Mail Number 7008 1830 0003 1984 6444

K B Limited Partnership PO Box Drawer 2588 Roswell, NM 88202-2588

Certified Mail Number: 7008 1830 0003 1984 6437.

States Royalty Ltd Partnership, Breck Operating Corp Gen Prtnr JH Connally President Breck Operating Corp PO Box 911

Breckenridge, TX 76424 Centified Mad Nomber 7008 1830 0003 1984 6420

GoldKing Energy Partners I LP 777 Walker St, Ste 2500 Houston, TX 77002 Certified Mail Number 7008 1830 0003 1981 6413

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

Devargas Street LLC, All Managing Members Caroll A Follingstad, Mary Helen Follingstad, & Marton Reynolds – A New Mexico Ltd Liability Co 4613 Los Poblanos Circle N W Albuquerque, NM 87107

Certified Mail Number 7008 1830 0003 1984 6390

Robro Royalty Partners Ltd DBA RRP 2010 Ltd PO Box 671099 Dallas, TX 75367-1099

Certified Mail Number 7008 1830 0003 1984 6383

John Lawrence Thoma A Single Man PO Box 17656 Golden, CO 80402

Centified Mail Number, 3008 1830 0003 1984 6336

Sandra Mary Thoma A Single Woman 8530 Mill Run Rd Attens, TX 77277-1165 Ceretied Mail Number 7008 1830 0003 1984 6369

Energy Royalties LLC PO Box 271165 Houston, TX 77277-1165

Certified Mail Number: 7008 1830 0003 1984 6352

Bitter End Royalties LP PO Box 671099 Dallas, TX 75367-1099

Centiled Mail Number 7008 1830 0003 1984 6345

Rave Energy Inc 777 Walker St, Ste 2500 Houston, TX 77002

Centried Mail Number 7008 1830/0003 1984 6338

Mary Hudson Ard 222 W 4<sup>th</sup> Street #PH-5 Fort Worth, TX 76102

Certified Mail Number 7008 1830 0003 1984 6321

Paul R Barwis %Dutton Harris & Co PO Box 230 Midland, TX 79702 Certified Mail Number 7008 1830 0003 1984 6314

SM Energy Company Dept 766 Denver, CO 80291-0766

Certified Mail Number 7098 1830 0003 1984 6307

Permian Hunter Corporation 275 East South Temple, Ste 250 Salt Lake City, UT 84111

Certified Mail Number 2008 1830 0003 1984 6294

Michael J Norton III 60 Beach Ave South Dartmouth, MA 02748-1543

Certified Mail Number: 7008 1830 0003 1984 6284

Shawn P Hannifin & Frances A Hannifin as Joint Tenants w/ Full Rights of Survivorship 730 17<sup>th</sup> St, Ste 325 Denver, CO 80202

Centried Mail Number 7008 1830 0003 1984 6277

Bryon Bachschmid 1800 Hereford Blvd Midland, TX 79707-9784

Certified Mail Number: 7008 1830 0003 1984 6260

L Neil Burcham & Marilyn J Burcham 665 La Melodia Drive Las Cruces, NM 88011-7097 Robert L Dale 15419 Peach Hill Road Saratoga, CA 95070

Certified Mail Number 7008 1830 0003 4984 6246

Alan R Hannifin PO Box 8874 Denver, CO 80201-8874

Certified Mail Number 7008 1830 0003 1984 6239

Josephine T Hudson 616 Texas Street Fort Worth, TX 76102

Certified Mail Number: 7008 1830 0003 4984 6222

Jose E Rodriguez PO Box 691168 Houston, TX 77269-1168

Certified Mail Number 7008 1830 0003 1984 6215

Gene Shunate PO Box 2473 Midland, TX 79702

Certified Mail Number: 7008-1830-0003-1984-6208 Carol Shumate

215 W Bandera Rd, Ste 114 Box 625 Boerne, TX 78006 Certified Mail Number: 7098 1830 0003 1984 6192

Thunderbolt Petroleum LLC PO Box 10523 Midland, TX 79702

Certified Mail Number, 7008 1830 0003 1984 6185

Taurus Royalty LLC % Robert B Payne Jr PO Box 1477 Little Elin, TX 75068-1477

Certified Mail Number, 7008 1830 0003 1985 9390

Timothy Z Jennings PO Box 1797 Roswell, TX 88203

Certified Mail Number: 7008 1830 0003 1985 9352

Vendetta Royalty Partners Ltd, Vendetta Royalty Mgmt LLC General Partner, Robert A Helms, Mngr PO Box 141638 Austin, TX 78714-1638

Certified Mail Number, 7008 1830 0003 1985 9314

Cieszinski Trust, U/T/A DTD 5/15/07 Drusilla C Cieszinkski itee PO Box 3047 Roswell, NM 88202

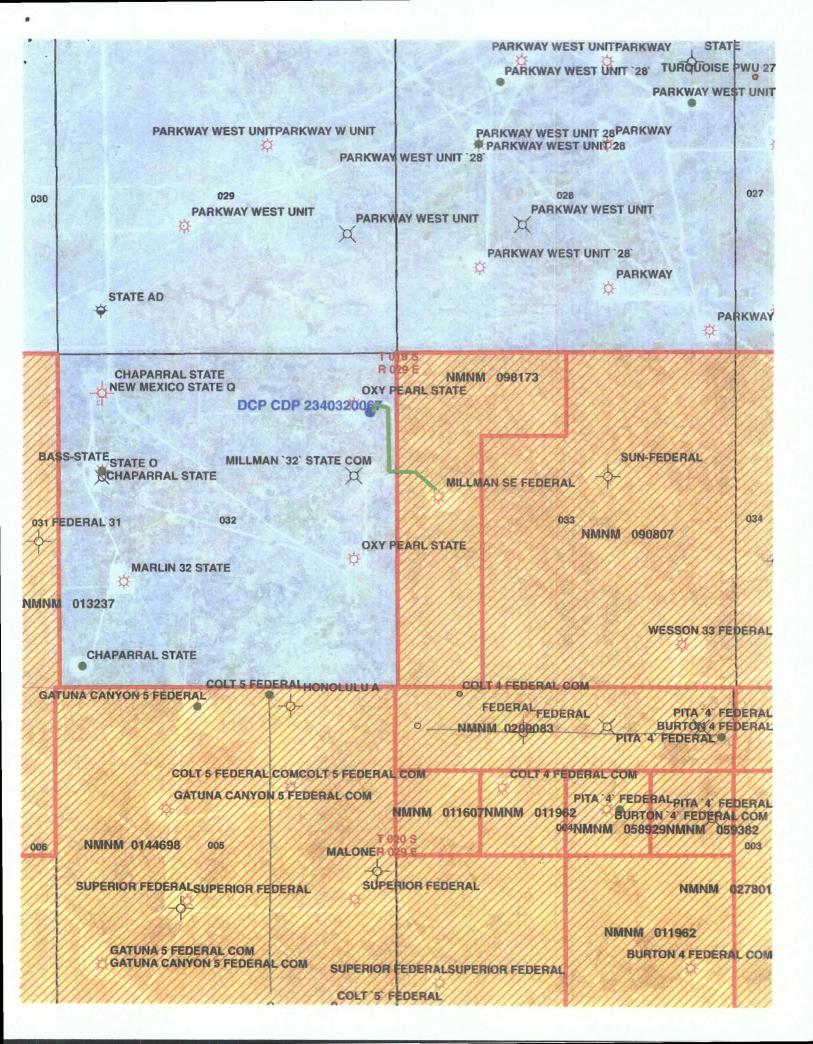
Centried Mail Number 7008 1830 0003 1985 9321

Francis H Hudson, Trustee UTA 7984 Lindy's Living Trust 6300 Ridglea Pl, Suite 1005A Fort Worth, TX 76116

Certified Mail Number 7008 1830 0003 1985 9345

Coronet Trading Corporation PO Box 218 Midland, TX 79702

Certified Mail Number: 7008 1830 0003 1985 9338



### Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

#### **Off-Lease Measurement**

### **Conditions of Approval**

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.
- 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.