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January 2, 2007

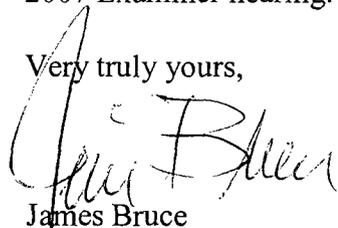
Case 13869

Florene Davidson
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Florene:

Enclosed for filing, on behalf of Devon Energy Production Company, L.P., are an original and one copy of an application for lease commingling, together with a proposed advertisement. The advertisement has also been e-mailed to the Division. Please set this matter for the February 1, 2007 Examiner hearing. Thank you.

Very truly yours,



James Bruce

Attorney for Devon Energy Production Company, L.P.

PERSONS GIVEN NOTICE OF APPLICATION

Working Interest Owners

Bascom L. Mitchell
No. 1 Live Oak
Midland, TX 79705

Joe N. Gifford
P. O. Box 51187
Midland, TX 79710-1187

Mary Patricia Dougherty Trust
c/o Northern Bank of Texas
2701 Kirby
Houston, TX 77098
Attn: David J. Parker

Obie & Company
c/o JPMorgan Chase Bank
600 Travis Street, 3rd Floor
Houston, TX 77252
Attn: Greg Crow

Thomas E. Kelly
TEK Properties, Ltd.
The Highlands
Seattle, WA 98177

Otto E. Schroeder
2015 Channing Park
Arlington, TX 76013

Catherine M. Grace
c/o Dan Serna & Company
6031 W. I-20, Suite 251
Arlington, TX 76017

Mary Margaret Olson Trust
Leonard B. Olson, Trustee
c/o Dan Serna & Company
6031 W. I-20, Suite 251
Arlington, TX 76017

L. Edward Innerarity, Jr.
P. O. Box 2113
Midland, TX 79702

Miranda Energy Corp.
24 Smith Road, Suite 601
Midland, TX 79705-4403

Mabee Flynt Least Trust
11010 Crestmore
Houston, TX 77096

Nortex Corporation
1415 Louisiana, Suite 3100
Houston, TX 77002
Attn: Robert Kent

Marathon Oil Company
Southern Business Unit
P. O. Box 3487
Midland, TX 79702
Attn: Paul J. Tauscher

Overriding Royalty Owners

Osborne B. Cowles
First Prosperity Bank
P. O. Box 308
West Columbia, TX 77486

Georgia B. Bass
26 N. Copperknoll
Woodlands, TX 77381

Joe N. Gifford
P. O. Box 51187
Midland, TX 79710-1187

Douglas Abell Denton
1501 Princeton Avenue
Midland, TX 79701

Patricia Kay Lorenz
9809 US Highway 59 N. #E11
Victoria, TX 77905-5690

Dorothy J. Keenom
P. O. Box 470605
Fort Worth, TX 76147-0605

Richard C. Gibson
P. O. Box 3817
Midland, TX 79702

Thomas R. Smith
1409 S. County Road 1130
Midland, TX 79706

L. E. Opperman
500 W. Texas, Suite 830
Midland, TX 79701

L. Edward Innerarity, Jr.
P. O. Box 2113
Midland, TX 79702

John E. Cassidy
P. O. Box 177
Dripping Spring, TX 78620

Mary Lou Cassidy
1609 Humble
Midland, TX 79701

Alice H. Giles
2600 Escondido Cove
Austin, TX 78703-1610

Bascom L. Mitchell
No. 1 Live Oak
Midland, TX 79705

George Karabatosos
2220 Bering Drive, #30
Houston, TX 77057

Figure 4 Investment Trust
11010 Crestmore
Houston, TX 77096

Houston & Emma Hill Trust Estate
James Robert Hill, Virginia Glenn Hill Lattimore
and John A. Styrsky, Trustees
500 West Seventh Street, Suite 1802
Fort Worth, TX 76201-4740

Thomas Hill Puff Trust
Dorothy Jean Keenom Trustee
1320 Lake Street
Fort Worth, TX 76147-0605

Hill Trusts
Kenneth Waltrip & Patsy Waltrip, Co-Trustees
3343 Locke Avenue, Suite 103
Fort Worth, TX 76107-5702

Patricia B. Young Mgmt. Trust
1st National Bank & Trust Co. of Okmulgee
P. O. Box 1037
Okmulgee, OK 74447

Linda Kay Neighbors
1711 Douglas
Midland, TX 79701

Alfred Giles IV
P. O. Box 50360
Austin, TX 78763

John Geoffrey Giles
2600 Escondido Cove
Austin, TX 78703-1610

Marcella B. Christensen
P. O. Box 3790
Midland, TX 79702

Hill Investments, Ltd.
P. O. Box 1568
Cedar Park, TX 78630-1568

H-S Minerals & Realty Ltd.
P. O. Box 27284
Austin, TX 78755-2284

Mickey Gibson
P. O. Box 590
Cave Creek, AZ 85327

Richard Donald Jones, Jr.
200 N. Gaines Road
Cedar Creek, TX 78612

James R. Hill Family Ltd. Partnership
A Texas Limited Partnership
500 W. 7th Street, Unit 16, Suite 1802
Fort Worth, TX 76102-4772

Glenn Lattimore Family LP
A Texas Limited Partnership
500 W. 7th Street Unit 16, Suite 1802
Fort Worth, TX 76102-4772

Angela Leigh Simpson Starrett Trust
c/o Wells Fargo Bank Texas, NA, Trustee
OGM Operations-AU 10291
P. O. Box 5383
Denver, CO 80217

Esther Abell Denton Estate
Bill Wiggins, Administrator
P. O. Box 24
Midland, TX 79702

JADT Minerals, Ltd.
P. O. Box 190229
Dallas, TX 75219-0229

Merle T. Franklin
One Hideaway Circle
Houston, TX 77074

Lorraine L. Johnson Living Trust
c/o Compass Bank & Georgia L. Temple, Co-Trustees
P. O. Box 4886
Houston, TX 77210-4886

Richard Donald Jones, Jr.
200 N. Gaines Road
Cedar Creek, TX 78612

Trust U/W/O Mary Catherine Jones
Wells Fargo Bank Texas, NA, Trustee
F/B/O Angela Leigh Simpson Starrett
P. O. Box 5383
Denver, CO 80217

Royalty Owner

Minerals Management Service
Royalty Management Program
P. O. Box 5810
Denver, CO 80217-5810

Gas Purchaser

Duke Energy Field Services
10 Desta Drive, Suite 400 West
Midland, TX 79705

Oil Purchaser

Chevron Products Company
Attn: Gary Moore
15 Smith Road
Claydesta Plaza
Midland, TX 79705

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF DEVON ENERGY
PRODUCTION COMPANY, L.P. FOR
LEASE COMMINGLING, EDDY
COUNTY, NEW MEXICO.

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Case No. 13869

APPLICATION

Devon Energy Production Company, L.P. applies for an exception to Division Rule 303 to permit lease commingling and an exception to metering requirements, and in support thereof, states:

1. Applicant is the operator of the Delaware formation (Ingle Wells-Delaware Pool) underlying United States Oil and Gas Leases NM 0418220-A and NM 0405444-A, which collectively cover all of Section 26, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.

2. Applicant seeks approval to surface commingle Delaware production from its wells located on the leases, and for an exception to the metering requirements of Rule 19.15.5.303B(4)(a) NMAC to authorize the allocation of production from these diversely-owned wells on the basis of periodic well tests. All production from these wells is to be stored at the Todd "26" Tank Battery, located in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 26.

3. The wells currently located on the leases are as follows:

Federal Lease NM-0418220-A

Todd 26C Federal #24: No API # yet

Todd 26D Federal #23: API # 3001535077

Federal Lease NM-0405444-A

Todd 26A Federal #11 API # 3001527103

Todd 26A Federal #6 API # 3001521224

Todd 26B Federal #22 API # 3001527374

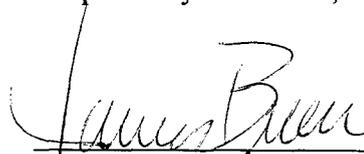
Todd 26B Federal #4 API # 3001520599

Todd 26E Federal #18 API # 3001533113
Todd 26G Federal #8 API # 3001527101
Todd 26H Federal #19 API # 3001527198
Todd 26I Federal #20 API # 3001527199
Todd 26J Federal #21 API # 3001527200
Todd 26J Federal #5 API # 3001520986
Todd 26K Federal #10 API # 3001527102
Todd 26M Federal #9 API # 3001527075
Todd 26N Federal #14 API # 3001527104
Todd 26O Federal #15 API # 3001527105
Todd 26O Federal #7 API # 3001521431
Todd 26P Federal #16 API # 3001527134

4. Royalty interest ownership under the subject leases is common, but overriding royalty interest and/or working interest ownership varies.
5. Notice of this application has been given to all interested parties, by certified mail.
6. The granting of this application will prevent waste and protect correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order approving the relief requested above.

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Devon Energy Production
Company, L.P.

Proposed Advertisement

Case No. 13869 : Application of Devon Energy Production Company, L.P. for lease commingling, Eddy County, New Mexico. Devon Energy Production Company, L.P. seeks an exception to Rule 19.15.5.303A NMAC to authorize the surface commingling of production from the Ingle Wells-Delaware Pool originating from its wells located on Federal Oil and Gas Leases NM 0418220-A and NM 0405444-A, which collectively comprise all of Section 26, Township 23 South, Range 31 East, N.M.P.M.. Applicant also seeks an exception to the metering requirements of Rule 19.15.5.303B(4)(a) NMAC to authorize the allocation of production from these diversely-owned wells on the basis of periodic well tests. All production from these wells is to be stored at the Todd "26" Tank Battery, located in the SW/4NE/4 of Section 26. The leases and wells are located approximately 20-1/2 miles East of Loving, New Mexico.

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