(Cum 1990) DEPARTMEN BUREAU OF L SUNDRY NOTICES	••••••••••••••••••••••••••••••••••••••	ferent reservoir.	5. Lease Designation and Serial No. NM-89156, LC-070678-A, & NM-29273
SUBMIT			6. If Indian, Allottee or Tribe Name NA
1. Type of Well     Gas       Oil     Gas       Well     Other       2. Name of Operator     DEVON ENERGY CORPORATION (NEVA)	DA)		7. If Unit or CA, Agreement Designation NA 8. Well Name and No.
3. Address and Telephone No. 20 NORTH BROADWAY, SUITE 1500, OK	LAHOMA CITY, OKLAHOMA 73102	(405) 235-3611	Hawk *8* Federal 9. API Well No.
<ol> <li>Location of Well (Footage. Sec., T., R., M., or Survey De Sec. 8, T18S, R27E</li> </ol>	escription)		10. Field and Pool, or Exploratory Area         Red Lake (Q-GB-SA)         11. County or Parish, State
			Eddy County, NM
CHECK APPROPRIATE BOX(s	) TO INDICATE NATURE (	OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
Notice of Intent Subsequent Report	Abandonment Recompletion Plugging Back		Change of Plans  New Construction  Non-Routine Fracturing
Final Abandonment Notice	Casing Repair Altering Casing Other <u>Commingling s</u>	surface	Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
13. Describe Proposed or Completed Operations (Clearly state all per locations and measured and true vertical depths for all marker Devon Energy Corporation (Nevada) re of hydrocarbon production from the fol	s and zones pertinent to this work.)* equests approval for surface		posed work. If well is directionally drilled, give subsurface

	FOR PPROVAL		
his space for Federal for State office use)	Title	PETROLEUM ENGINEER	Bate SEP 9 0 1996
igned E. Z. R. Hrose	T. Title	E.L. Buttross, Jr. <u>District Engineer</u>	Date <u>9//25/96</u>
4. I hereby certify that the foregoing is true and corr	eci	ور من بنام بالله المعر أو عليه منه العلم الو منه منه و الم	
Iawk "8N" Federal #8		CASE NO.	
lawk "8N" Federal #7		1843	36.
Hawk "8L" Federal #6		EXHIBIT	
Hawk "8L" Federal #5		OIL CONSLA	
Hawk "8K" Federal #4	Hawk "8P" Federal	#12 CONSERVATION	
Hawk "8K" Federal #3	Hawk "8P" Federal	#11 NEW MEXICO	
Hawk "8J" Federal #2	Hawk "80" Federal	#10	SEP
Hawk "8J" Federal #1	Hawk "80" Federal	#9	

er within its jurise

# APPLICATION FOR SURFACE COMMINGLING, OFF LEASE STORAGE AND MEASUREMENT APPROVAL

To: Bureau of Land Management 620 E. Greene Street Carlsbad, New Mexico 88220

Devon Energy Corporation requests approval for surface commingling and off lease storage and measurement of hydrocarbon production from the following wells on Federal Lease No. NM-89156; Lease Name: Hawk "8" Federal:

Well No.	UL	<u>Sec.</u>	Twp	<u>Rng</u>	Formation
1	J	8	18S	27E	Grayburg-San Andres
2	J	8	18S	27E	Grayburg-San Andres
7	N	8	1 <b>8</b> \$	27E	Grayburg-San Andres
8	N	8	18S	27E	Grayburg-San Andres

with hydrocarbon production from the following wells on Federal Lease No. LC-070678-A; Lease Name: Hawk "8" Federal:

Well No.	<u>UL</u>	<u>Sec.</u>	<u>Twp</u>	Rng	Formation
3	к	8	18S	27E	Grayburg-San Andres
5	L	8	18S	27E	Grayburg-San Andres
6	L	8	18S	27E	Grayburg-San Andres
9	0	8	18S	27E	Grayburg-San Andres
10	0	8	18S	27E	Grayburg-San Andres

with hydrocarbon production from the following wells on Federal Lease No. NM-29273; Lease Name: Hawk "8" Federal:

Well No.	<u>UL</u>	<u>Sec.</u>	Twp	Rng	Formation
11	P	8	18S	27E	Grayburg-San Andres
12	P	8	18S	27E	Grayburg-San Andres

Production from the wells involved is as follows:

Well	BOPD	Oil Gravity	<u>MCFPD</u>
Hawk "8J" Federal #1 Hawk "8J" Federal #2	16 COMPLETING	31 5. TEST TO FOI	175 LLOW.
Hawk "8K" Federal #3	48	41	847
Hawk "8K" Federal #4	76	37	900
Hawk "8L" Federal #5	69	40	300
Hawk "8L" Federal #6	TO BE DRILL	ED. TEST TO F	OLLOW.
Hawk "8N" Federal #7	TO BE DRILL	ED. TEST TO F	OLLOW.
Hawk "8N" Federal #8	TO BE DRILL	ED. TEST TO F	OLLOW.
Hawk "80" Federal #9		ED. TEST TO F	
Hawk "80" Federal #10		ED. TEST TO F	

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Hawk "8P" Federal #11 Hawk "8P" Federal #12 14135280COMPLETING.TEST TO FOLLOW.

Exhibit I is a schematic which shows the equipment that will be utilized to determine well production from each lease. A map (Exhibit II) is enclosed that shows the lease numbers and location of all leases and wells that will contribute production to the proposed commingled facility.

 $N_2/4$  SU/4 The storage and measuring facility will be located in UL K in 1997 SE/4 Sec. 8, T18S, R27E on lease No. LC-070678-A, Eddy County, New Mexico. The BLM will be notified if there is any future change in the facility location.

Process and Flow Description: Under the proposed flow system, gas will be flowed out the casing from each well and will be tested at the well using an orifice well tester. Oil and water will be pumped out the tubing and will go through a flowline to a header at the battery. Wells will be tested by switching into the test treater which will separate the oil and water and allow the oil to be measured in a test tank and the water by means of a meter.

**Production Allocation:** Production allocation will be based on periodic well tests as described above. Allocation of total gas recorded by the Sales Gas Meter will be based on these tests.

The overriding royalty owners, working interest owners, and NMOCD have been notified of this proposal.

The proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production.

The proposed commingling is necessary for hydrocarbon development and operation on the above referenced Federal leases.

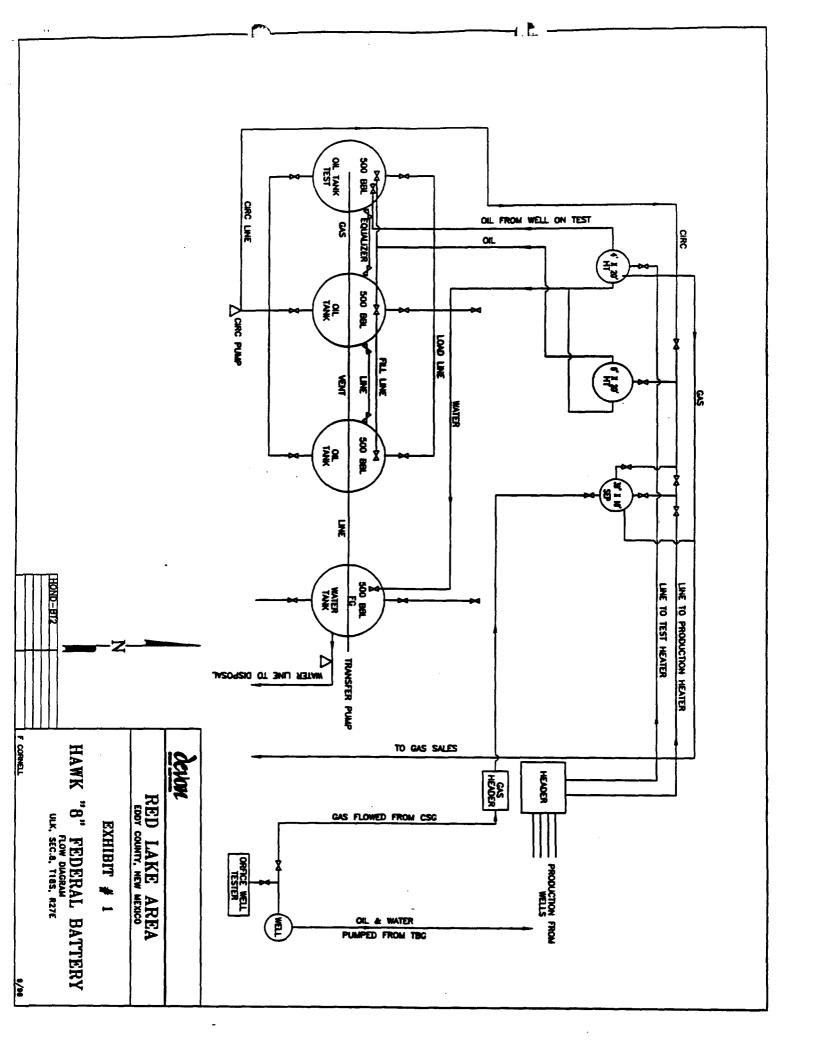
We understand that the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. We have submitted an application for the necessary right-of-way approvals to the BLM's Realty Section.

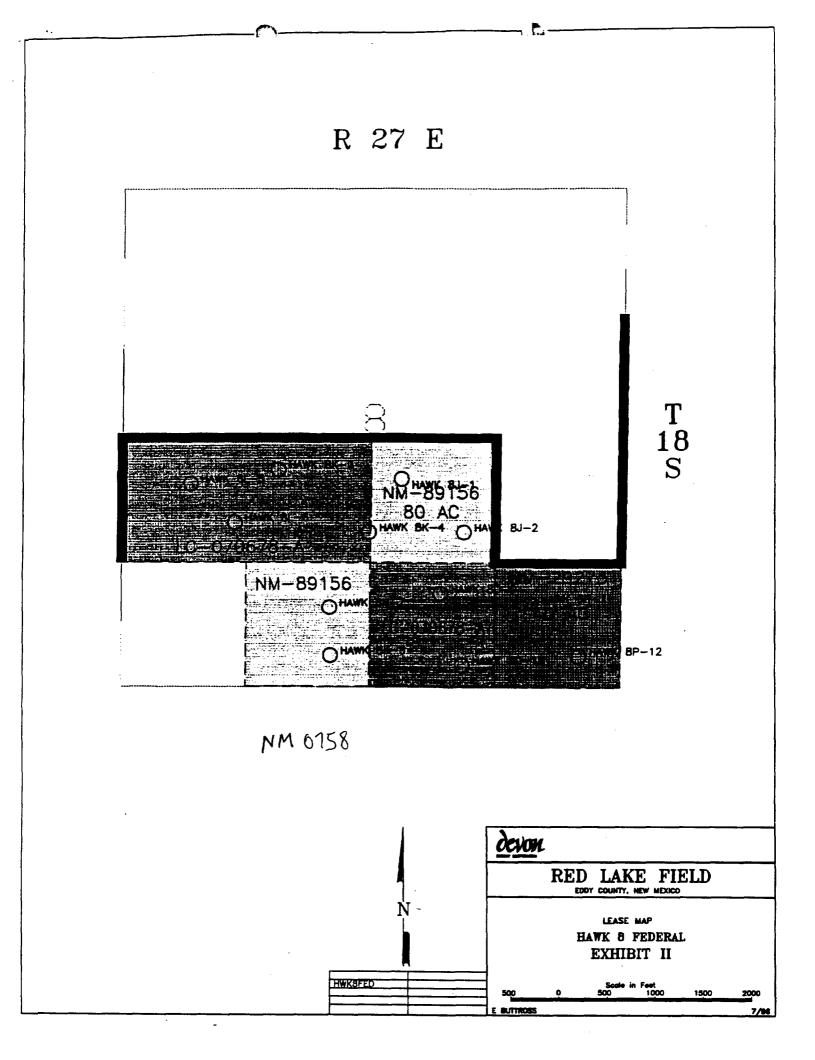
S. J. Bulling fr. Signed: Name: E. L. Buttross, Jr.

Name: E. L. Buttross, Jr. Title: District Engineer Date: September 25, 1996

Devon Energy Corporation (Nevada) 20 N. Broadway, Suite 1500 Oklahoma City, OK 73102

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#### Off-Lease Measurement, Storage, and Surface Commingling Conditions of Approval

Approval of surface commingling and off-lease storage and/or 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 facility.
- 2. This agency shall be notified of any spill or discharge as required by NTL-3A.

- 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 commingling 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.

### 1.

#### 9/3/96 -- acs

	D STATES	
	AND MANAGEMENT	FORM APPROVED
3		Budget Bureau No. 1004-0135 Expires March 31, 1993
SUNDRY NOTICES	AND REPORTS ON WELLS	5. Lease Designation and Serial No.
Do not use this form for proposals to drill o Use "APPLICATION FC	r to deepen or reentry to a different reservoir. PR PERMIT—-" for such proposals	NM-89156; LC-070678-A; NM-29273 & NM-0758
SUBMIT	6. If Indian, Allottee or Tribe Name	
I. Type of Well Solution I Gas Other Well Other		<ul> <li>NA</li> <li>7. If Unit or CA, Agreement Designation</li> </ul>
2. Name of Operator DEVON ENERGY CORPORATION (NEVA		N/A 8. Well Name and No.
· · · · · · · · · · · · · · · · · · ·		
<ol> <li>Address and Telephone No.</li> <li>20 NORTH BROADWAY, SUITE 1500, OF</li> </ol>	KLAHOMA CITY, OKLAHOMA 73102 (405) 235-3611	Hawk "17" & "8" Federal 9. API Well No.
4. Location of Well (Footage. Sec., T., R., M., or Survey I	Description)	10 Field and Pool or Evaluation: Ame
Sections 17 and 8 - 18S-27E		10. Field and Pool, or Exploratory Area Red Lake (Q-GB-SA)
		11. County or Parish, State
		Eddy County, NM
	) TO INDICATE NATURE OF NOTICE, REI	
TYPE OF SUBMISSION	TYPE OF ACTION	N
Notice of Intent	Abandonment Recompletion	Change of Plans
Subsequent Report	Plugging Back	Non-Routine Fracturing
	Casing Repair	Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
	Other Commingling at Surface	Dispose Water (Note: Report results of multiple completion on Well
		Completion or Recompletion Report and Log form.)
<ol> <li>Describe Proposed or Completed Operations (Clearly state all p subsurface locations and measured and true vertical depths f</li> </ol>	pertinent details, and give pertinent dates, including estimated date of starting for all markers and zones pertinent to this work.)*	any proposed work. If well is directionally drilled, give
	ests approval to amend the application for surfaction to include the following wells: (see attached	
Hawk "17C" Federal #1 Hawk "17C" Federal #2		
14. I hereby certify that the foregoing is true and correct		
	E.L. Buttross, Jr.	
Signed (This space for Federal or State office use)	Title District Engineer	Date _July 2, 1997
Approved by	Title	Date
Conditions of approval, if any:		
Title 18 U.S.C. Section 1001. makes it a crime for any person know	ingly and willfully to make to any department or agency of the United States	any false fictitions or fraudulent statements or summaries
any matter within its jurisdiction.		

## APPLICATION FOR SURFACE COMMINGLING OFF LEASE STORAGE AND MEASUREMENT APPROVAL

To: Bureau of Land Management 620 E. Greene Street Carlsbad, New Mexico 88220

Devon Energy Corporation requests approval to amend the application for surface commingling and off lease storage and measurement of hydrocarbon production to include the following wells on Federal Lease No. NM-0758 (see attached for approved commingling request).

Lease Name: Hawk "17" Federal						
Well No.	UL	Sec	<u>Twp</u>	<u>Rng</u>	Formation	
1	С	17	18S	27E	Grayburg/San Andres	
2	С	17	18S	27E	Grayburg/San Andres	

Production from the wells involved is as follows:

Well	<u>BOPD</u>	<u>Oil Gravity</u>	<u>MCFPD</u>
Hawk "17C" Federal #1	COMPLETING, TI	EST TO FOLLOW	
Hawk "17C" Federal #2	TO BE DRILLED,	TEST TO FOLLOW	

Exhibit I is a schematic which shows the equipment that will be utilized to determine well production from each lease. A map (Exhibit II) is enclosed that shows the lease numbers and location of all leases and wells that will contribute production to the proposed commingled facility. U445W44

The storage and measuring facility will be located in UL K in the WW4 SE4 Section 8, T18S, R27E on lease C 0706 K Ale-MM-031186, Eddy County, New Mexico. The BLM will be notified if there is any future change in the facility location.

**Process and Flow Description**: Under the proposed flow system, gas will be flowed out the casing from each well and will be tested at the well using an orifice well tester. Oil and water will be pumped out the tubing and will go through a flowline to a header at the battery. Wells will be tested by switching into the test treater which will separate the oil and water and allow the oil to be measured in a test tank and the water by means of a meter.

**Production Allocation**: Production allocation will be based on periodic well tests as described above. Allocation of total gas recorded by the Sales Gas Meter will be based on these tests.

The overriding royalty owners, and NMOCD have been notified of this proposal.

The proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production.

The proposed commingling is necessary for hydrocarbon development and operation on the above referenced Federal leases.

We understand that the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. We have submitted an application for the necessary right-of-way approvals to the BLM's Realty Section.

Signed:

Name: E. L. Buttross, Jr. Title: District Engineer Date: July 3, 1997

Devon Energy Corporation (Nevada) 20 N. Broadway, Suite 1500 Oklahoma City, OK 736102

