

2800 7/24/03 SUSPENSE 8/13/03 DEC

RECEIVED PDCC0390629218

**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  
June 2, 4 2003

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.

## APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Devon Energy Production Company, LP  
OPERATOR ADDRESS: 20 North Broadway, Ste 1500  
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
Ingle Wells; Delaware 33745	38.5/1284	38.5/1284			

- (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? ☒ Yes ☐ No  
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No  
(4) Measurement type: ☒ Metering ☐ Other (Specify)

### (C) POOL and LEASE COMMINGLING Please attach sheets with the following information

- (1) Complete Sections A and E.

### (D) OFF-LEASE STORAGE and MEASUREMENT 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 hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Karen Cottom TITLE: Operations Technician DATE: July 16, 2003  
TYPE OR PRINT NAME Karen Cottom TELEPHONE NO.: 405-228-7512  
E-MAIL ADDRESS: karen.cottom@dvn.com

APPLICATION FOR SURFACE COMMINGLING  
OFF LEASE STORAGE AND MEASUREMENT APPROVAL

Bureau of Land Management  
1220 S. St Francis Drive  
Santa Fe, New Mexico, 87505

30-015-32866-2  
30-015-32777-3

Devon Energy Production Company, LP requests approval for surface commingling and off lease storage and measurement of hydrocarbon production from the following wells on Federal Lease No. NM-0533177A

Lease Name: Todd 14 Federal

Well No.	UL	Sec	TWP	Rng	Formation
2	A	14	23S	31E	Ingle Wells, Delaware
3	B	14	23S	31E	Ingle Wells, Delaware

with hydrocarbon production from the following wells on State Lease No. NM-0404441

Lease Name: Todd 14 Federal

Well No.	UL	Sec	TWP	Rng	Formation
1	K	14	23S	31E	Ingle Wells, Delaware

30-015-20298

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.

Process and Flow Description: The common gas sales meter will be located at the Todd 14 K Federal #1 location Unit 'K', Sec 14-23S-31E Federal lease #NM-0404441. A gas test meter will be used to allocate production and will be located at Unit 'K' Sec 14-23S-31E Federal Lease # NM-0404441. These meters will be calibrated on a regular basis per API, NMOCD and BLM specifications. The attached facility diagrams show the proposed metering arrangement. The BLM will be notified if there is any future change in the facility location.

The overriding royalty owners, working interest owners and NMOCD have been notified of this proposal. The overriding royalty owners and working interest owners have been notified by certified mail. See attached receipt list.

The proposed commingling of production is to reduce operating expense between the three referenced wells. This will result in increasing the economic life of the wells.

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 intend to follow the existing ROW for the Barclay gas line.

Signed: 

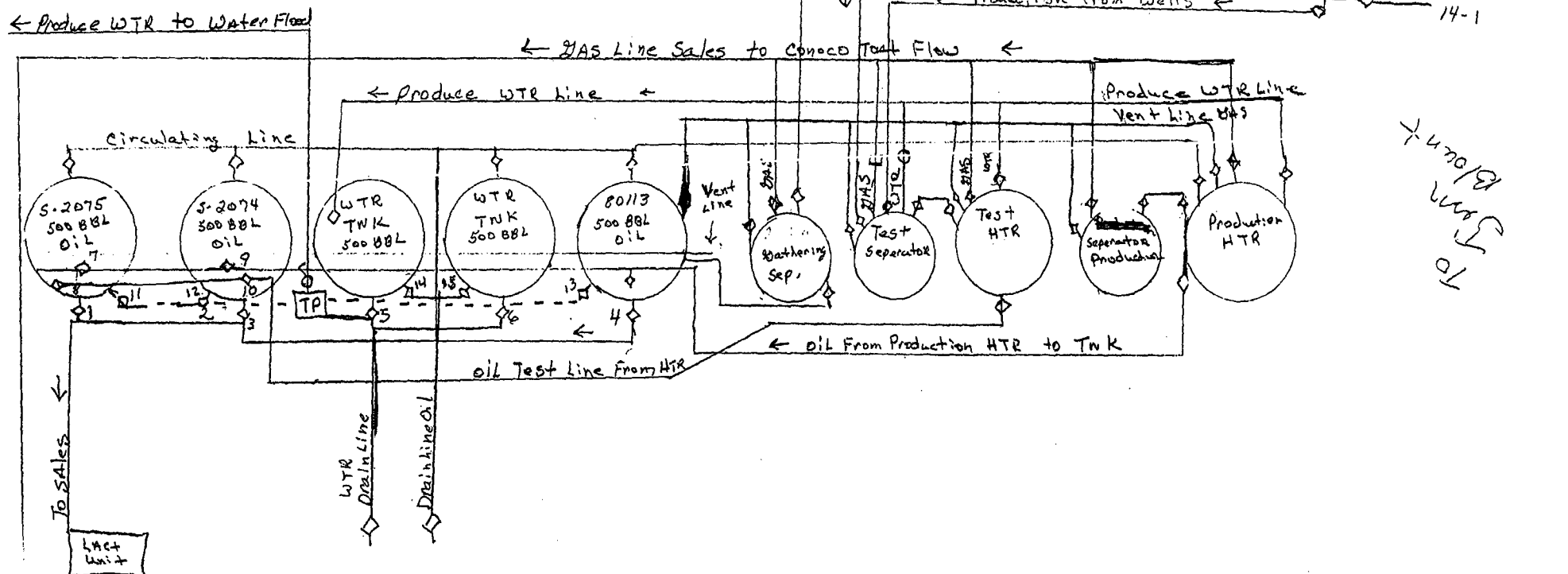
Name Karen Cottom

Title: Operations Technician

Date: July 16, 2003

17 DAHERY 20 14, 2000  
1980 FSL - 1980 FWL

P.1



○ WTR meter  
□ GAS meter  
◇ VALVES  
--- Equalizer Line

Valve 1 open to sell oil  
Valve 2, 3 + 4 closed  
Valve 5 open to WTR transfer  
Valve 6 closed

Valve 7 open Production  
Valve 8 closed  
Valve 9 closed  
Valve 10 open Test Production  
Valve 11, 12, 13 open Equalizer Production  
Valve 14-15 Equalizer open WTR

Jun 20 03 10:30a

<b>Address</b>	<b>AttentionLine</b>	<b>StreetAddress</b>	<b>StateAddress</b>	<b>Certified Mail Receipt</b>
Carolyn L Shogrin		P. O. Box 29450	Santa Fe, NM 87592-9450	7001 0320 0004 3101 9113
Georgia B Bass		26 N Copperknoll	Woodland, TX 77381	7001 0320 0004 3101 9106
Don Franklin		1 Hideway Circle	Houston, TX 77074	7001 0320 0004 3101 9090
Joe N. Gifford		P. O. Box 51187	Midland, TX 79710-1187	7001 0320 0004 3101 9083
Patricia Kay Lorenz		24 S Commonsway Drive	Portland, TX 78374-2509	7001 0320 0004 3101 9076
Carol Lynn Robertson		321 Sharondale Drive	El Paso, TX 79912	7001 0320 0004 3101 9069
Michael Shearn		P. O. 10120	El Paso, TX 79995-0120	7001 0320 0004 3101 9052
L Edward Innerarity Jr.		P. O. Box 2113	Midland, TX 79702	7001 0320 0004 3101 9045
Thomas F Hastings Sr.		14254 Misty Meadow Lane	Houston, TX 77079-3183	7001 0320 0004 3101 9038
Alice H. Giles		2600 Escondido Cove	Austin, TX 78703-1610	7001 0320 0004 3101 9021
Bascom L. Mitchell		No. 1 Live Oak	Midland, TX 79705	7001 0320 0004 3101 9014
Margaret A Summerford Rogers		509 Satellite Drive	El paso, TX 79912	7001 0320 0004 3101 9007
Morris E. Schertz		P. O. Box 2588	Roswell, NM 88202-2588	7001 0320 0004 3101 8994
George Karabatsos		2220 Bering Dr, #30	Houston, TX 77057	7001 0320 0004 3101 8987
Obie & Company & Chase Manhattan Bank		P. O. Box 2558	Houston, TX 77252-8033	7001 0320 0004 3101 8970
Mary Patricia Dougherty Trust Northern Bank Trust of Tx		P. O. Box 226270	Dallas, TX 75222-6270	7001 0320 0004 3101 8963
Miranda Energy Corp		24 Smith Road, Suite 601	Midland, TX 79705-4403	7001 0320 0004 3101 8956
TEK Properties, LTD	Attn: Thomas E. Kelly	The Highlands	Seattle, WA 98177	7001 0320 0004 3101 8949
Linda Kay Neighbors		1711 Douglas	Midland, TX 79701	7001 0320 0004 3101 8932
Alfred Giles IV		P. O. Box 50360	Austin, TX 78763	7001 0320 0004 3101 8925
John Geoffrey Giles		2600 Escondido Cove	Austin, TX 78703-1610	7001 0320 0004 3101 8918
A G Andrikopoulos Resources, Inc.		P. O. Box 788	Cheyenne, WY 82003-0788	7001 0320 0004 3101 8901
Marathon Oil Company Dept 0882		P. O. Box 120001	Dallas, Tx 75312-0882	7001 0320 0004 3101 8895
Minerals Management Services Royalty Management Program		P. O. Box 5810	Denver, CO 80217-5810	7001 0320 0004 3101 8888
OTTO E. Schroeder, Jr		1311 Academy Circle	Arlington, TX 76013	7001 0320 0004 3101 8871
Catherine M. Grace & Dan Serna & Company		6031 W I-20, Ste 251 LB 20	Arlington, TX 76017	7001 0320 0004 3101 8864
Mary Margaret Olson Trust Leoard B Olson Trustee & Serna & Co		6031 W I-20, Ste 251 LB 20	Arlington, TX 76017	7001 0320 0004 3101 8857
Shogoil & Gas Co, LLC		P. O. Box 29450	Santa Fe, NM 87592-9450	7001 0320 0004 3101 8840
Mabee Flynt Lease Trust		11010 Crestmore	Houston, TX 77096	7001 0320 0004 3101 8710

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd, Aztec, NM  
87410

**OIL CONSERVATION DIVISION**

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

WELL API NO.
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name See below
8. Well No. see below
9. Pool name or Wildcat Ingle Wells; Delaware

**SUNDRY NOTICES AND REPORTS ON WELLS**

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A  
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"  
(FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other _____
2. Name of Operator <b>DEVON ENERGY PRODUCTION COMPANY, LP</b>
3. Address of Operator <b>20 NORTH BROADWAY, SUITE 1500, OKLAHOMA CITY, OKLAHOMA 73102 (405) 228-7512</b>

4. Well Location Unit Letter <u>K-1980</u> Feet From The <u>South</u> Line and <u>1980</u> Feet From The <u>West</u> Line
--

Section k Township 23S Range 31E NMPM Eddy County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

Check Appropriate Box To Indicate Nature Of Notice, Report, Or Other Data

**NOTICE OF INTENTION TO:**

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	
OTHER: <u>Surface Commingle</u> <input checked="" type="checkbox"/>	

**SUBSEQUENT REPORT OF:**

REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: _____ <input type="checkbox"/>	

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work.) SEE RULE 1103.

Devon Energy Production Company, LP requests approval for surface commingle and off lease storage for measurement of hydrocarbon production from the following wells.

Todd 14 A Federal #2 860 FNL & 940 FEL, APD is in approval stages with OCD, Lease #NM0533177A

Todd 14 B Federal #3, 660 FNL & 1886 FEL, APD , currently completing, Lease #NM0533177A

Surface commingle will be at the Todd 14K Fed #1 on the NM0404441 Lease

The interest owners have been notified via certified mail. See attached..

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Karen Cottom

TITLE OPERATIONS TECHNICIAN

DATE July 16, 2003

TYPE OR PRINT NAME Karen Cottom

TELEPHONE NO. (405) 235-3611

(This space for State use)

Approved by \_\_\_\_\_  
Conditions of approval, if any:

TITLE \_\_\_\_\_

DATE \_\_\_\_\_

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**FORM APPROVED**  
Budget Bureau No. 1004-0135  
Expires March 31, 1993

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well  
☒ Oil Well ☐ Gas Well ☐ Other \_\_\_\_\_

2. Name of Operator  
**DEVON ENERGY PRODUCTION COMPANY, LP.**

3. Address and Telephone No.  
**20 NORTH BROADWAY, SUITE 1100, OKLAHOMA CITY, OKLAHOMA 73102 (405) 228-7512**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**Section 14 23S 31E**

5. Lease Designation and Serial No.

**NMNM0533177A &  
NMNM0404441**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

**see attached**

9. API Well No.

**see attached**

10. Field and Pool, or Exploratory Area

**Ingle Wells Delaware**

11. County or Parish, State

**Eddy, NM**

**CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

**TYPE OF SUBMISSION**

- ☒ Notice of Intent  
☐ Subsequent Report  
☐ Final Abandonment Notice

**TYPE OF ACTION**

- ☐ Abandonment  
☐ Recompletion  
☐ Plugging Back  
☐ Casing Repair  
☐ Altering Casing  
☒ Other Surface Commingle

- ☐ Change of Plans  
☐ New Construction  
☐ Non-Routine Fracturing  
☐ 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 pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Devon Energy Production Company, LP requests approval for surface commingle and off lease storage for measurement of hydrocarbon production from the following wells.

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Surface commingle will be at the Todd 14K Fed #1 on the NM0404441 Lease

The interest owners have been notified via certified mail. See attached..

14. I hereby certify that the foregoing is true and correct

Signed Karen A. Cottom

Karen A. Cottom

Title Operations Technician

Date July 16, 2003

(This space for Federal or State office use)

Approved by \_\_\_\_\_  
Conditions of approval, if any:

Title \_\_\_\_\_

Date \_\_\_\_\_



