216/33778 DHC



20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260 Telephone: (405) 235-3611 Fax: (405) 552-4667

May 30, 2002

David Catanach State of New Mexico Oil Conservation Division 2040 S. Pacheco Street Santa Fe, NM 87505-5472

Re: Southern Cross 22 Fed Com #2

Dear Mr. Catanach:

Devon Energy Production Co. LP hereby seeks administrative approval to downhole commingle the production from Antelope Sink Morrow North and Penasco Draw Permo Penn Gas pools in our Southern Cross 22 Fed Com #2, located in Unit I of Section 22, Township 18 South, Range 24 East, Eddy County, NM

Should you require any additional information or assistance, please do not hesitate to contact me at (405) 228-7512.

Sincerely,

Karen Cottom Engineering Technician Devon Energy Production Company, L.P.

kc Enclosure

RGY PRODUCTION COMPANY, L.P.

20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260 Telephone: (405) 235-3611 Fax: (405) 552-4667

May 30, 2002

Bryan Arrant State of New Mexico Oil Conservation Division 1301 W. Grand Ave Artesia, NM 88210-2834

Re: Southern Cross 22 Fed Com #2

Dear Mr. Arrant:

Devon Energy Production Co. LP hereby seeks administrative approval to downhole commingle the production from Antelope Sink Morrow North and Penasco Draw Permo Penn Gas pools in our Southern Cross 22 Fed Com #2, located in Unit I of Section 22, Township 18 South, Range 24 East, Eddy County, NM

Should you require any additional information or assistance, please do not hesitate to contact me at (405) 228-7512.

Sincerely,

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Karen Cottom Engineering Technician Devon Energy Production Company, L.P.

kc Enclosure District I 1625 N. French Drive, Hobbs, NM 88240

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District II 811 South First Street, Artesia, NM 88210

District III 1000 Rio Brazos Road, Aztec, NM 87410

1220 S. St. Francis Dr., Santa Fe, NM 87505

District IV

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107A Revised May 15, 2000

Oil Conservation Division

1220 South St. Francis Dr. Santa Fe, New Mexico 87505 APPLICATION TYPE X Single Well Establish Pre-Approved Pools EXISTING WELLBORE XYes No

APPLICATION FOR DOWNHOLE COMMINGLING

 Devon Energy Production Company, L.P.
 20 N. Broadway, Suite 1500, Oklahoma City, OK 73102

 Operator
 Address

Southern Cross 22 Fed Com	2	I. Sec 22 - 18S - 24E	Eddy, NM
Lease	Well No.	Unit Letter-Section-Township-Range	County

OGRID No.6137 Property Code26942 API No.30-015-31475 Lease Type: XFederal _____Fee

DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	PENASCO DRAW PERMO PENN GAS		ANTELOPE SINK MORROW NORTH
Pool Code	82775		70480
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	6456' - 6476'		8042' - 8078'
Method of Production (Flowing or Artificial Lift)	Flowing		Flowing
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)	N/A	N/A	N/A
Oil Gravity or Gas BTU (Degree API or Gas BTU)			
Producing, Shut-In or New Zone	NEW ZONE - Prod		NEW ZONE - SI
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production	Date:5/22/02	Date:	Date:5/10/02
estimates and supporting data.)	Rates:0 BOPD, 0 BWPD, 40 MCF	Rates:	Rates:0 BOPD, 0 BWPD, 131 MCFD
Fixed Allocation Percentage (Note: If allocation is based upon something other	Oil Gas	Oil Gas	Oil Gas
than current or past production, supporting data or explanation will be required.)	0% 23 %	0% %	0% 77 %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?	Yes <u>X</u> No Yes No
Are all produced fluids from all commingled zones compatible with each other?	Yes <u>X</u> No
Will commingling decrease the value of production?	Yes No <u>X</u>
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application?	Yes <u>X</u> No
NMOCD Reference Case No. applicable to this well:	
Attachments: C-102 for each zone to be commingled showing its spacing unit and acreage dedication.	

Production curve for each zone for at least one year. (If not available, attach explanation.) For zones with no production history, estimated production rates and supporting data. Data to support allocation method or formula.

Notification list of working, royalty and overriding royalty interests for uncommon interest cases.

Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools List of all operators within the proposed Pre-Approved Pools Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application. Bottomhole pressure data.

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

SIGNATURE Men Off TITLE Engineering TechnicianDATE May 30, 2002

TYPE OR PRINT NAME Karen Cottom TELEPHONE NO. (405)228-7512

· Form 3160-5	UNI	TED STATES	
(June 1990)	DEPARTMEN	IT OF THE INTERIOR	
	BUREAU OF I	LAND MANAGEMENT	FORM APPROVED 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 fo		r to deepen or reentry to a different reservoir.	NM-0558263A
	Use "APPLICATION FC	OR PERMIT—" for such proposals	6. If Indian, Allottee or Tribe Name
	SUBMIT	IN TRIPLICATE	
1. Type of Well			7. If Unit or CA, Agreement Designation
	Gas Dther		
2. Name of Operator			8. Well Name and No.
DEVON EN	IERGY PRODUCTION COMPA	NY, LP.	Southern Cross 22 Fed Com #2
3. Address and Telepho	one No.		9. API Well No.
20 NORTH	BROADWAY, SUITE 1100, OF	(LAHOMA CITY, OKLAHOMA 73102 (405) 228-7512	30-015-31475
4. Location of Well (Fo	ootage. Sec., T., R., M., or Survey	Description)	10. Field and Pool, or Exploratory Area
	FEL, Sec 22-T18S-R24E	• •	Antelope Sink Morrow, North
	· · , · ·		11. County or Parish, State
			Eddy, NM
CHECK	APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, RE	PORT, OR OTHER DATA
TYPE OF	SUBMISSION	ON	
Notice of Intent	<u> </u>	Abandonment	Change of Plans
		Recompletion	New Construction
Subsequent Repor	t	Plugging Back	Non-Routine Fracturing
		Casing Repair	Water Shut-Off
Final Abandonmer	nt Notice	Altering Casing	Conversion to Injection
		Other Downhole Commingle	Dispose Water (Note: Report results of multiple completion on Well

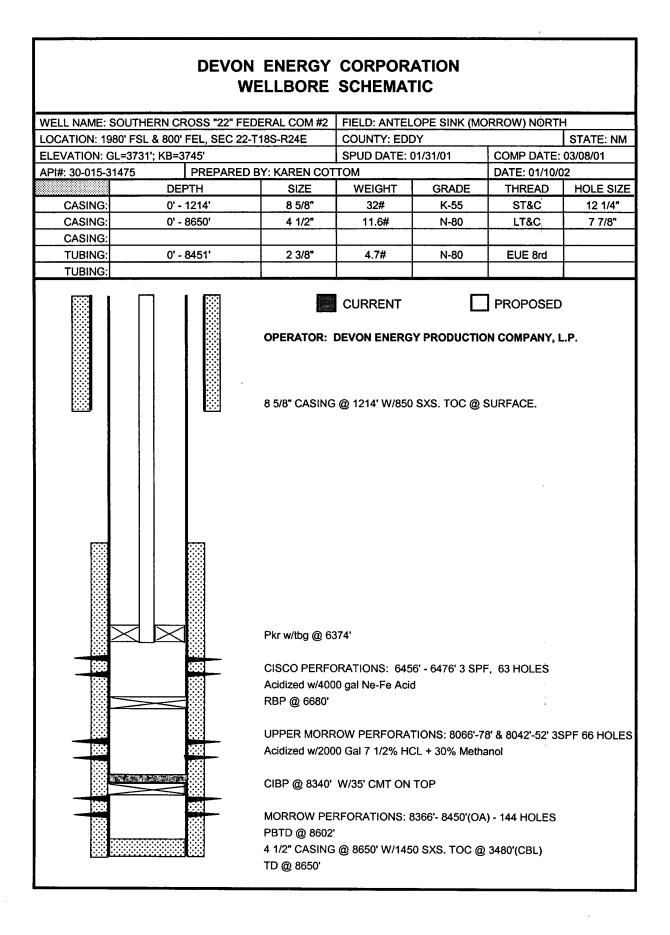
Completion or Recompletion Report and Log form.)

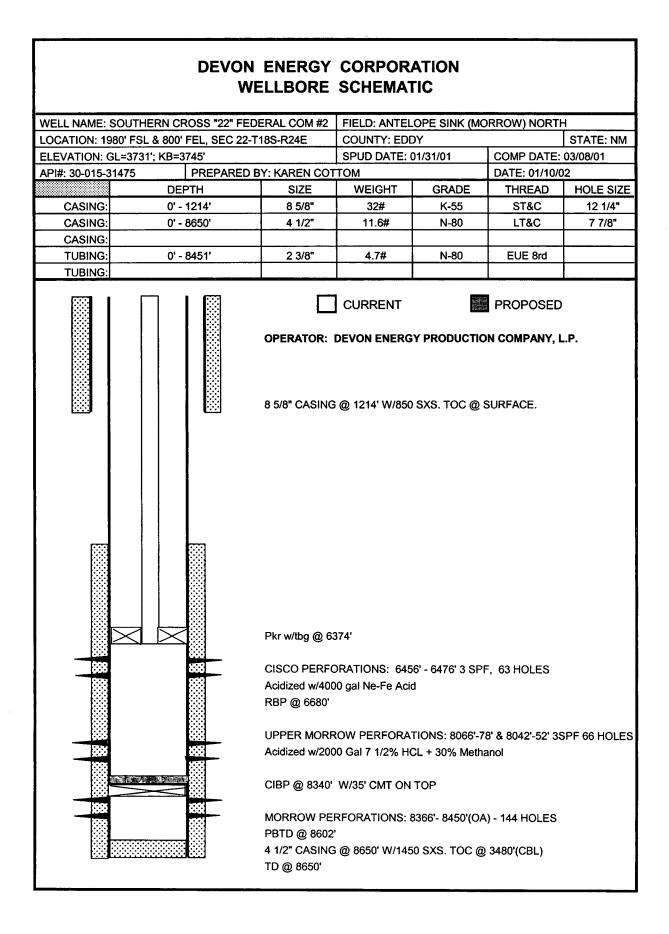
 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Devon Energy Production Company, L.P. is applying with the New Mexico Oil Conservation Division to downhole commingle the Antelope Sink Morrow, North 70480 and the Penasco Draw Permo Penn Gas 82775 The commingling will not reduce the value of the total remaining production. Ownership in the zones is identical.

Current and proposed wellbore schematics are attached along with the allocation method and supporting data

	Karen A. Cottom	
Title	Engineering Technician	Date May 30, 2002
Title		Date
	······	
-		
make to	any department or agency of the United States any false	, fictitious or fraudulent statements or representations as
	uction on Reverse Side	
	Title_	





STRICT I .0. Box 1980, Hobbs, NM 88241-1960

DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III 1000 Bio Braxos Ed., Astec, NM 87410

DISTRICT IV P.O. BOX 2086, SANTA FE, N.M. 87504-2086 Energy, Minerals and Natural Resources Departmen'

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

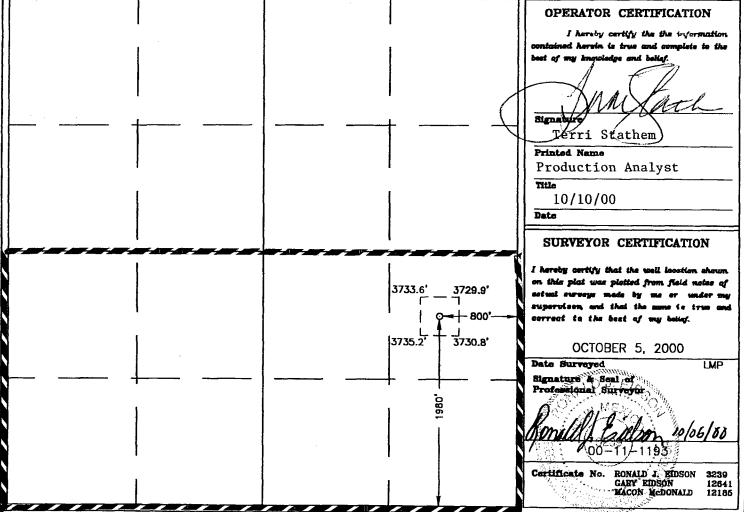
OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe, New Mexico 87504-2088

□ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API	Number			Pool Code			Pool Name			
30-013	5-314	175	70	480	An	Antelope Sink North Morrow				
Property	Code				Property Nan	1e		Well Num	aber	
2694	2	[S	DUTHERN	CROSS "2	2" FED. COM.		2		
OGRID N					Operator Nam	ie i o l	0	Elevatio		
6137			DEVCN ENERGY PRODUCTION CO., L.P. 373:							
	·				Surface Loc	ation				
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
1	22	18 S	24 E		1980	SOUTH	800	EAST	EDDY	
		· · · · · · · · · · · · · · · · · · ·	Bottom	Hole Loc	ation If Diffe	rent From Sur	face	· · · · · · · · · · · · · · · · · · ·	L	
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
Dedicated Acres Joint or Infill Consolidation Code Order No.										
320		L				<u> </u>			. <u> </u>	
NO ALLO	WABLE W	OR A N				INTIL ALL INTER APPROVED BY 7		EEN CONSOLIDA	TED	
					······································			· · · · · · · · · · · · · · · · · · ·		



Pool Name:	Antelope Sink Morrow North
Pool Code:	70480
4/19/02	Perf Upper Morrow 8066 – 8078 & 8042 – 8052
4/22/02	Acidized with 2000 gals 7 ½% HCL + 30% methanol

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STRICT I .0. Box 1980, Hobbs, NM 86241-1980

DISTRICT II P.O. Drawer DD, Artesia, NM 58211-0719

DISTRICT III 1000 Rio Braxos Rd., Astec. NM 87410

DISTRICT IV P.O. BOX 2086, SANTA FR. N.M. 67504-2088 Energy, Minerals and Natural Resources Departmen'

OIL CONSERVATION DIVISION

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

□ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

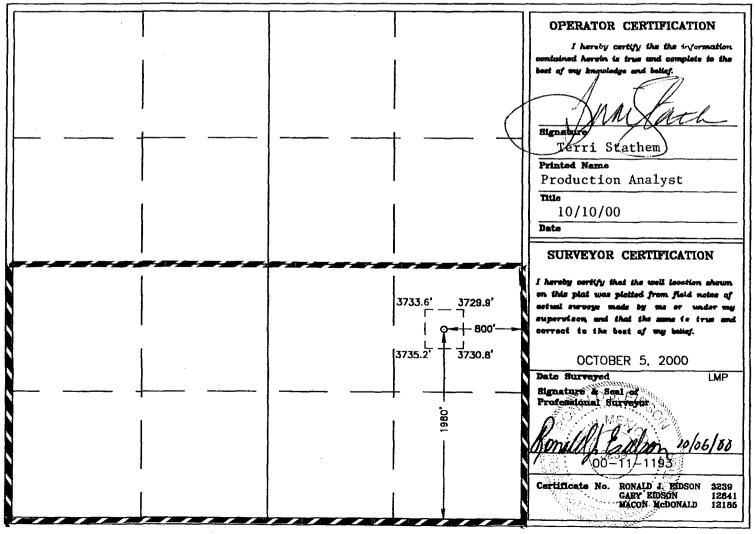
API Number 30-015-314	75	Pool Code 82775	DPENNGAS	
Property Code 26942			erty Name SS "22" FED. COM.	Well Number 2
OGRED No. 6/37	Der		ator Name DUCITOINI C.O. UP	Elevation 3732
		Surfac	ce Location	

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	22	18 S	24 E		1980	SOUTH	800	EAST	EDDY

Bottom Hole Location If Different From Surface

UL or lot	No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated	Acres	Joint o	r Infill	Consolidation	Code Or	der No.				
320										

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



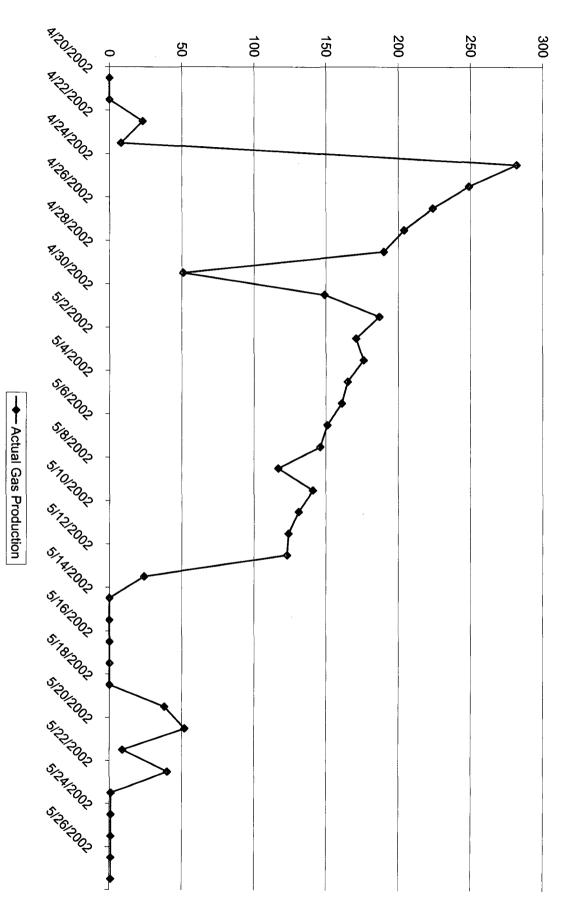
Pool Name	Penasco Draw Permo Penn Gas
Pool Code:	82775
5/14/02	Perf Cisco 6456'- 6476'
5/17/02	Acidize with 4000 gals NeFe acid

• • • • •

Date	Actual Oil F	Actual Gas	Actual Wate	er Production
4/20/2002	0	0	0	
4/21/2002	0	0	0	
4/22/2002	0	23	0	UPPER MORROW
4/23/2002	0	8	0	
4/24/2002	0	282	0	
4/25/2002	0	249	0	
4/26/2002	0	224	0	
4/27/2002	0	204	0	
4/28/2002	0	190	0	
4/29/2002	0	51	0	
4/30/2002	0	149	0	
5/1/2002	0	187	0	
5/2/2002	0	171	0	
5/3/2002	0	176	0	
5/4/2002	0	165	0	
5/5/2002	0	161	0	
5/6/2002	0	151	0	
5/7/2002	0	146	0	
5/8/2002	0	117	0	
5/9/2002	0	141	0	
5/10/2002	0	131	0	
5/11/2002	0	124	0	
5/12/2002	0	123	0	
<u>5/13/2002</u>	0	24	0	
5/14/2002	0	0	0	
5/15/2002	0	0	0	
5/16/2002	0	0	0	
5/17/2002	0	0	0	
5/18/2002	0	0	0	
5/19/2002	0	38	0	CISCO
5/20/2002	0	52	0	
5/21/2002	0	9	0	
5/22/2002	0	40	0	
5/23/2002	0	1	0	
5/24/2002	0	1	0	
5/25/2002	0	1	0	
5/26/2002	0	1	0	
5/27/2002	0	1	0	

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SOUTHERN CROSS 22 FED COM #2