

RELEASE 8-17-93

DEVON
ENERGY
CORPORATION

20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260

NEW MEXICO OIL CONSERVATION DIVISION
405/235-3611
FAX 405/236-4258

July 22, 1993

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

Re: Request for Exception to Rule 309-A
Lease Commingling
Ingle Wells Delaware Field — 700001-800001
Federal Oil & Gas Lease NM 0405044-A
Federal Oil & Gas Lease NM 0544986
Section 25-T23S-R31E
Eddy County, New Mexico

Gentlemen:

Devon Energy Corporation (Nevada) as Operator of the referenced leases respectfully requests that the Division Director grant an exception to Rule 309-A to permit the commingling of production from the referenced leases into a common tank battery, without notice and hearing.

Attached you will find a plat of the leases and the wells subject to this application. The Division should be advised that the Todd "25D" Federal No. 4 (located on Lease NM 0405044-A) is currently in the completion stage in the Brushy Canyon interval. The Todd "25E" Federal No. 5 and any additional wells located on Lease NM 0544986 are scheduled to be drilled and completed in the Brushy Canyon interval in the next few weeks. Also attached is a schematic diagram of the commingling facility to be located on the pad of the Todd "25" Federal No. 1-Z, an existing ~~Atoka/Morrow~~ well.

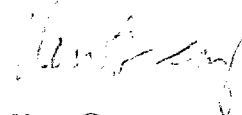
As evidenced by the attached letter, all parties owning an interest in the leases and the purchaser of the commingled production have been notified by certified mail regarding this application.

Please feel free to contact the undersigned at 405-552-4633 if there are any questions.

Thank you for your cooperation.

Yours very truly,

DEVON ENERGY CORPORATION (NEVADA)



Ken Gray
District Landman

KG:da
Enclosure

✓
405-552-4633

*Rec'd Vertical Survey
10-6-93* (circled)

[illegible]

ONLY IS COVERED
BY THIS ORDER

$$\begin{array}{r} 36-1 \text{ (BPO)} \\ \underline{.8563} \\ .6765 \end{array}$$

TEXACO
31

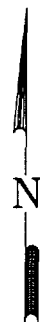
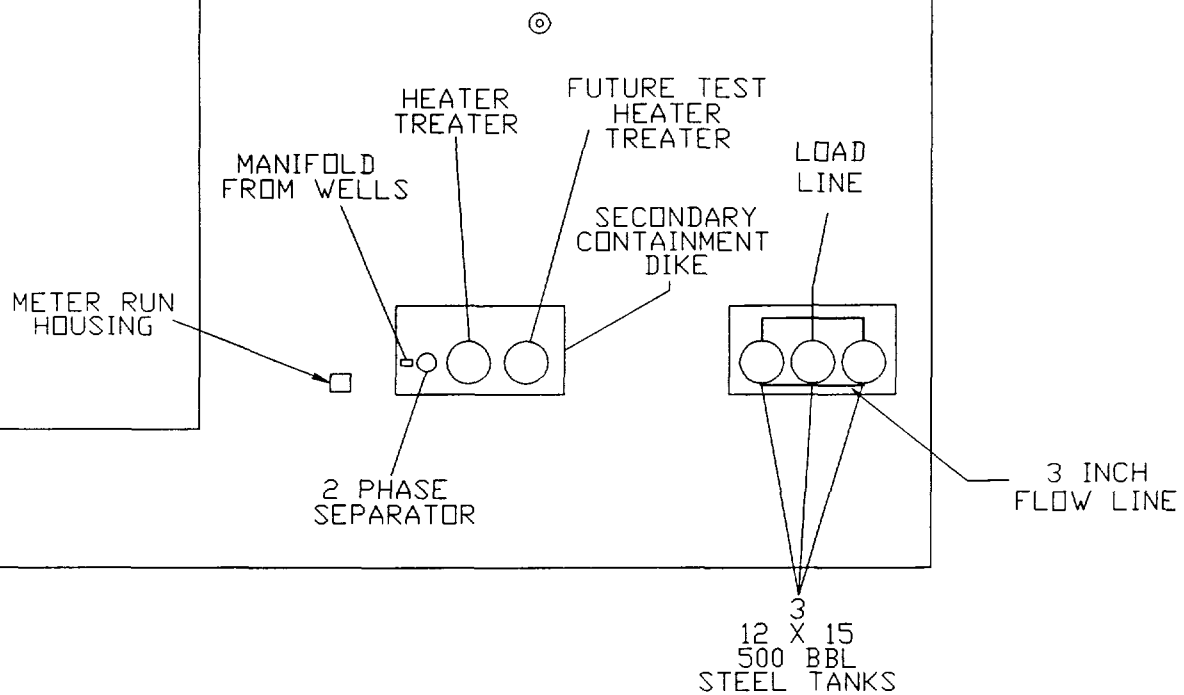
US (S) STATE

BETTIS BROS, ET AL


EXXON

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PAD OF 25-1Z
SHOWING BATTERY DESIGN FOR
TODD 25D FEDERAL 4



File: 25D-4

**devon**
ENERGY CORPORATION

SAND DUNES FIELD
EDDY COUNTY, NEW MEXICO

PRODUCTION FACILITIES LAYOUT FOR
TODD-25D FED-4

EXHIBIT 5

Scale in Feet
25 0 25 50 75 100

7/93

DEVON
ENERGY
CORPORATION

20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260

405/235-3611
FAX 405/236-4258

July 26, 1993

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Interest Owners
(Address List Attached)

Re: Application for Administrative Approval
For Lease Commingling
Ingle Wells Delaware Field
Federal Oil & Gas Lease NM 0405044-A
Federal Oil & Gas Lease NM 0544986
Section 25-T23S-R31E
Eddy County, New Mexico

Gentlemen:

This letter is to advise you that Devon Energy Corporation (Nevada) shall file an application with the New Mexico Oil Conservation Division seeking administrative approval for an exception to Rule 309-A to permit the commingling of production from the referenced leases into a common tank battery.

A copy of our letter of request submitted to the Division is attached.

Any objections to or requests that a hearing should be held pertaining to this application must be submitted to the Division within 20 days from the date of Devon's application.

If there are any questions, feel free to contact the undersigned at 405-552-4633, or Mr. Chuck Horsman.

Yours very truly,

DEVON ENERGY CORPORATION (NEVADA)


Ken Gray
District Landman

KG:da
Enclosure

TODD "25D" FEDERAL #4
TODD "25E" FEDERAL #5
Address List

L. Edward and Paige K. Innerarity
P. O. Box 2113
Midland, Texas 79702

Joe N. Gifford
10 Desta Drive, Suite 350E
Midland, Texas 79705-4507

Enron Oil & Gas Company
P. O. Box 2267
Midland, Texas 79702-2267
Attn: Patrick Tower

Obie & Company
c/o Texas Commerce Bank
P. O. Box 200555
Houston, Texas 77216
Attn: Bruce Wallace

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

Marathon Oil Company
P. O. Box 552
Midland, Texas 79702
Attn: Joe Madron

Northern Bank & Trust of Texas
Trustee of the Mary Patricia
Dougherty Trust
P. O. Box 226270
Dallas, Texas 75222-6270
Attn: Gail Cotton

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

Nortex Corporation
1415 Louisiana, Suite 3100
Houston, Texas 77057

Miranda Energy Corp.
Building "O", #115
731 West Wadley
Midland, Texas 79705

Mabee Flynt Lease Trust
11010 Crestmore
Houston, Texas 77096

Mason P. Pearsall, Sr.
6401 Bingle, Suite 208
Houston, Texas 77092

Dimar Energy Corporation
Building "O", Suite 115
731 West Wadley
Midland, Texas 79705

Texaco Exploration and
Production, Inc.
P. O. Box 2100
Denver, Colorado 80201
Attn: Ron Lanning

A. J. Goodman, Jr.
P. O. Box 2113
Conroe, Texas 77305

R. L. Guillett, Sr.
2202 Spencer
Pasadena, Texas 77504-1011

Minerals, Inc.
600 E. John W. Carpenter
Irving, Texas 75062

Pride Pipeline
P. O. Box 2436
Abilene, Texas 79604

Devon Marketing Corporation
20 North Broadway, Suite 1500
Oklahoma City, OK 73102

Mary Catherine Jones Estate #01-1831-00
Texas Commerce Bank-Midland, N.A.
Independent Executor
P. O. Box 10966
Midland, Texas 79702

Estate of Alfred Giles
Linda Neighbors, Executrix
1711 Douglas
Midland, Texas 79701

Address List continued

Alice H. Giles
4159 Steck Avenue, #118
Austin, Texas 78759

Don Franklin
1 Hidaway Circle
Houston, Texas 77074

Esther A. Denton
1501 Princeton Street
Midland, Texas 79701

Figure 4 Investment Trust
William B. Simpson, Trustee
P. O. Box 770278
Houston, Texas 77215

Georgia B. Bass
26 N. Copperknoll Circle
Woodlands, Texas 77381

Jo Denton Tuck
8925 Scenic Hills Drive
Pensacola, Florida 32514

Lorraine L. Todd Johnson
H. Don Johnson, Trustee
P. O. Box 50065
Midland, Texas 79705

George Karabatsos
2220 Bering Drive, #30
Houston, Texas 77057

Texas Commerce Bank-Midland, N.A.
Trustee, Account #30-1011-00
P. O. Box 10966
Midland, Texas 79702

Patricia B. Young
P. O. Box 1639
Solana Beach, California 92075

Patricia Boyle Young
Management Trust #30-0953-07
Texas Commerce Bank-Midland, N.A.
Trustee
P. O. Box 10966
Midland, Texas 79702

Patricia K. Lorenz
5806 Norvel Drive
Corpus Christi, Texas 78412-3431

Charles B. Read
P. O. Box 1153
Austin, Texas 78767

Albert H. Spencer
Joann Spencer
608 E. Coronado Way
Payson, Arizona 85241

Norman L. Stevens, Jr.
P. O. Box 278
Roswell, New Mexico 88202

John L. Anderson, Jr.
3 Park Road
Roswell, New Mexico 88201

Hoover H. Wright and Betty R. Wright,
Trustees of The Hoover H. Wright and Betty R. Wright
Living Trust dated February 19, 1988
P. O. Box 2312
Santa Fe, New Mexico 87501

devon

ENERGY CORPORATION

OIL CONSERVATION DIVISION
RECEIVED

'93 SEP 15 AM 8:31

20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102-8260

Telephone: 405/235-3611
FAX 405/552-4550

August 30, 1993

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

Attention: Benjamin E. Stone

Re: Surface Commingling Application
Section 25-23S-31E
Eddy County, New Mexico

Gentlemen:

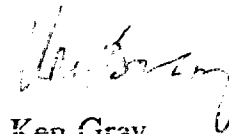
In response to your August 23, 1993 letter requiring additional information regarding the referenced application, please be advised that it is not Devon's intention to commingle production from multiple pools. It is our intent to commingle only that production from the Ingle Wells Delaware field.

By copy of this letter to Mr. Shannon Shaw with the BLM in Carlsbad, we are advising the BLM of our pending application.

Feel free to contact the undersigned at 405-552-4633 if you have any questions.

Yours very truly,

DEVON ENERGY CORPORATION (NEVADA)



Ken Gray
District Landman

KG:da

cc: Bureau of Land Management
P. O. Box 1778
Carlsbad, NM 88221-1778
Attn: Shannon Shaw