

DATE 4/26/02	5/16/02	ENGINEER MS	LOGGED IN KN	TYPE NSL	APP NO. 2116556776
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION - Check Those Which Apply for [A]**

[A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

[2] **NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☒ Does Not Apply**

[A] ☒ Working, Royalty or Overriding Royalty Interest Owners

[B] ☒ Offset Operators, Leaseholders or Surface Owner

[C] ☒ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☒ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☒ Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

James Blount
Print or Type Name

James Blount
Signature

Operations Engineer Advisor 4/24/02
Title Date

e-mail Address

April 24, 2002

Michael E. Stogner
State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Mr. Stogner:

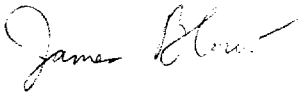
Pursuant to Division Rule 104.F(2), Devon SFS Operating Company applies for administrative approval of an unorthodox oil well location for the following well:

Pure Gold C 17 Federal 15
1220' FSL & 1250' FWL
SW4/ SW4, Section 17-T23S-R31E
Eddy County, New Mexico

Devon is requesting a non-standard location in order to test a 20 acre infill for the Delaware. The S2 of Section 17 is common ownership. The offsetting 40 acre tracts are the same ownership. Should you require any additional information or assistance, please do not hesitate to contact me @405-228-4301.

Please see attached documents.

Respectfully,



James Blount
Operations Engineer Advisor
Devon Energy Production Company, L.P.

JB/kc

Enclosures

C: Bureau of Land Management

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)

1220' FSL & 1250' FWL, Sec 17-T23S, R31E

5. Lease Designation and Serial No.

NM-45235

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Pure Gold C 17 Federal 15

9. API Well No.

10. Field and Pool, or Exploratory Area

Los Medonos (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 Non Standard Location

- ☐ 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 request approval for a non-standard location in order to test a 20 acre infill for the Delaware. The S2 of section 17 is common ownership.

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

Signed

Karen A. Cottom

Title Engineering Technician

Date April 23, 2002

(This space for Federal or State office use)

Approved by _____

Title _____

Date _____

Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

***See Instruction on Reverse Side**

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980

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

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV
P.O. BOX 2088, SANTA FE, N.M. 87504-2088

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

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

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 40297	Pool Name Los Medanos; Delaware
Property Code	Property Name PURE GOLD C 17 FEDERAL	Well Number 15
OGRID No. 20305	Operator Name DEVON ENERGY PRODUCTION COMPANY, L.P.	Elevation 3323'

Surface Location

UL or lot No. M	Section 17	Township 23-S	Range 31-E	Lot Idn	Feet from the 1220	North/South line SOUTH	Feet from the 1250	East/West line WEST	County EDDY
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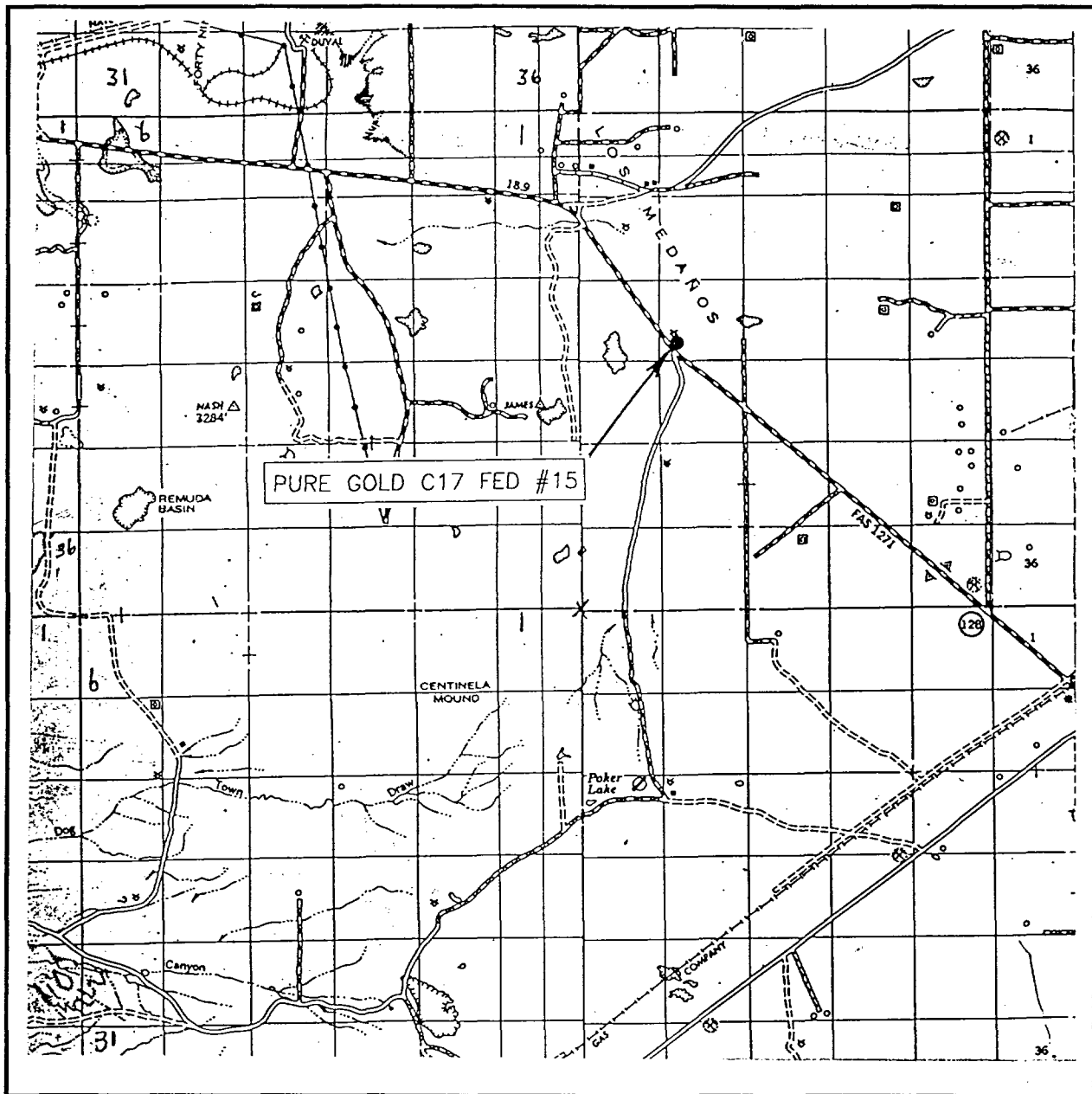
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 40	Joint or Infill Y	Consolidation Code	Order No.						

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

	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature James Blount Printed Name Operations Engineer Advisor Title April 23, 2002 Date	
	SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. APRIL 11, 2002 Date Surveyed AWB Signature & Seal of Professional Surveyor Certificate No. RONALD J. EDBSON 3239 GARY EDBSON 12641	

VICINITY MAP



SCALE: 1" = 2 MILES

SEC. 17 TWP. 23-S RGE. 31-E

SURVEY N.M.P.M.

COUNTY EDDY

DESCRIPTION 1220' FSL & 1250' FWL

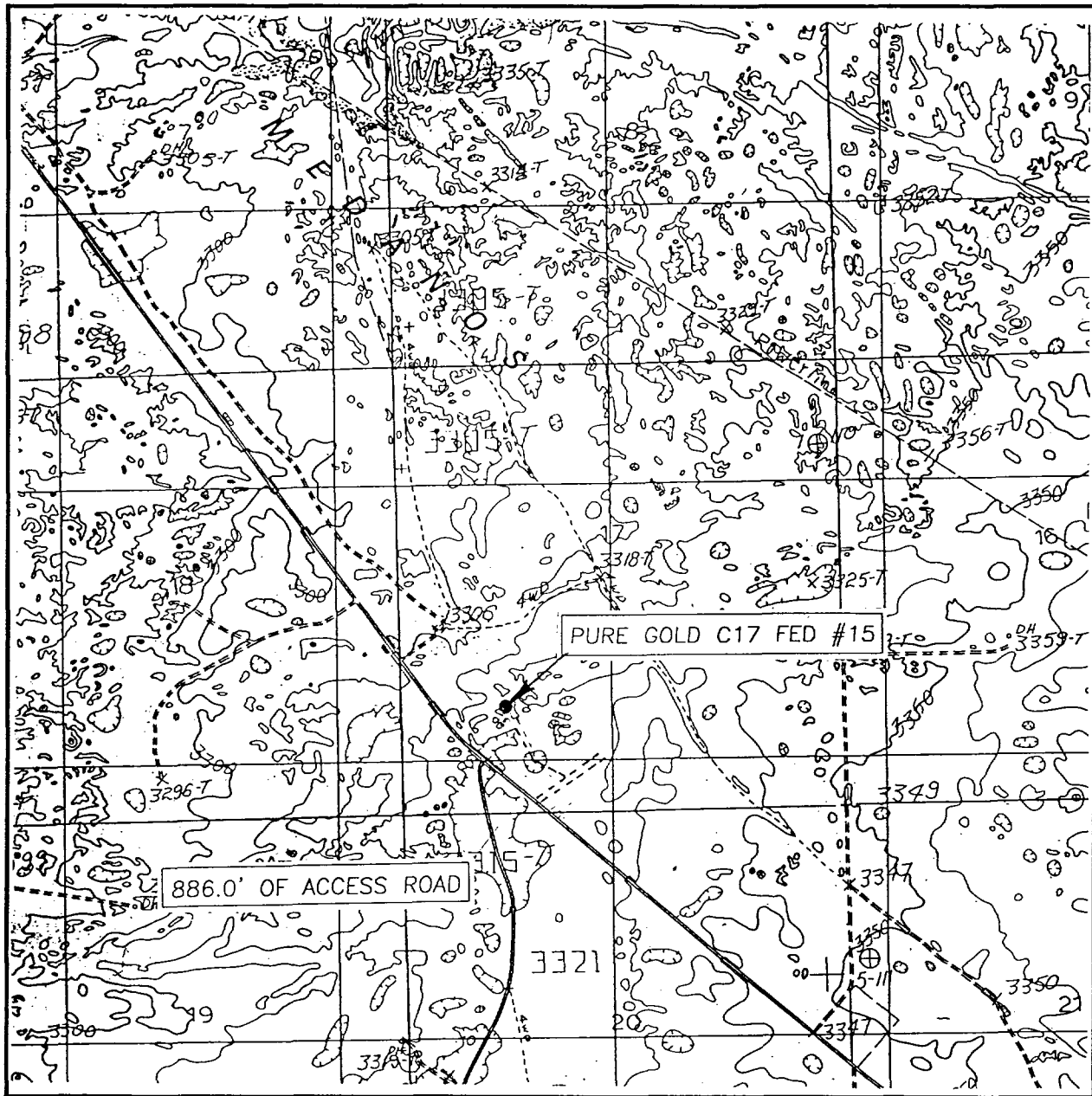
ELEVATION 3323'

OPERATOR DEVON ENERGY PROD. CO.

LEASE PURE GOLD C17 FEDERAL

JOHN WEST SURVEYING
HOBBS, NEW MEXICO
(505) 393-3117

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL: 10
LOS MEDANOS, N.M.

SEC. 17 TWP. 23-S RGE. 31-E

SURVEY N.M.P.M.

COUNTY EDDY

DESCRIPTION 1220' FSL & 1250' FWL

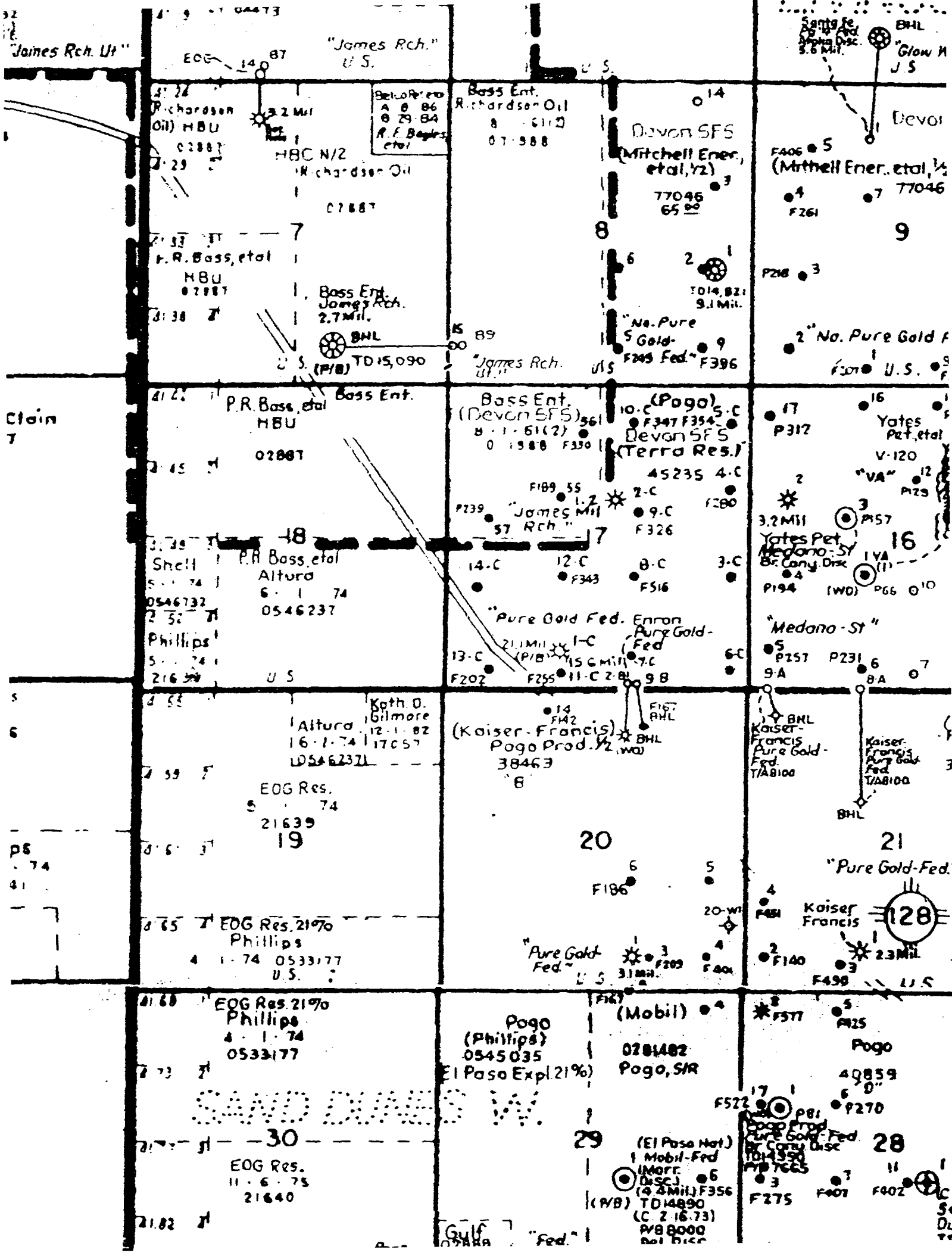
ELEVATION 3323'

OPERATOR DEVON ENERGY PROD. CO.

LEASE PURE GOLD C17 FEDERAL

U.S.G.S. TOPOGRAPHIC MAP
LOS MEDANOS, N.M.

JOHN WEST SURVEYING
HOBBS, NEW MEXICO
(505) 393-3117



April 24, 2002

Energy, Minerals and Natural Resources Department
Oil Conservation Division
1220 S. St. Francis Dr.
Santa Fe, New Mexico 87505

Re: Unorthodox Location
Pure Gold C-17 Federal #15
Sec. 17-T23S-R31E
Eddy County, New Mexico

02 APR 26 PM 2:28
OIL CONSERVATION DIV.

Gentlemen:

Devon SFS Operating, Inc. ("Devon") hereby submits for administrative approval the following unorthodox location to be drilled in the Los Medanos (Delaware) field to a depth of approximately 8,500'.

Pure Gold C-17 Federal #15 1220' FSL & 1250' FWL Section 17-T23S-R31E

The proposed location is unorthodox because it is less than the required 330' from the quarter-quarter boundaries as required by Section 104(B)(1) of the Oil Conservation Division ("OCD") Rules and Regulations. The well unit is to be dedicated to the proposed well and the existing Pure Gold C-17 Federal #13.

Production in this field is largely from the Brushy Canyon "B" and "D" zones (see attached Net Sandstone maps), which have a primary recovery of approximately 10% of original oil in place due to their low permeability. In order to improve recovery, infill drilling is recommended to contact additional mobile oil. Devon believes drilling the referenced well at said location is necessary to obtain the most efficient production from the field and to prevent waste as required by 501(A) of the OCD Rules and Regulations. Accordingly, the referenced non-standard location will maximize the distance between existing production and give the proposed well the greatest chance of contacting economic quantities of mobile oil.

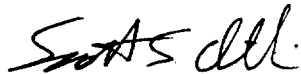
Rule 1207(A)(2)(b) of the OCD Rules and Regulations states that "notice shall be given to the affected persons in the adjoining spacing units towards which the unorthodox location encroaches." As shown by the enclosed plat, the proposed location does not encroach upon the interest of any offset operators, but only encroaches toward spacing units operated by Devon within the same federal lease (NM-45235), each spacing unit having common ownership.

Pure Gold C-17 Federal #15
April 24, 2002
Page -2-

Devon plans to begin drilling this well as part of its current and continuing drilling program, so your prompt administrative approval of the referenced unorthodox location will be greatly appreciated.

If there are any questions or concerns, please contact the undersigned or Dave Rittersbacher at (405) 235-3611.

Sincerely,

A handwritten signature in black ink, appearing to read "Scott S. Quillin". The signature is stylized with a large "S" and "Q".

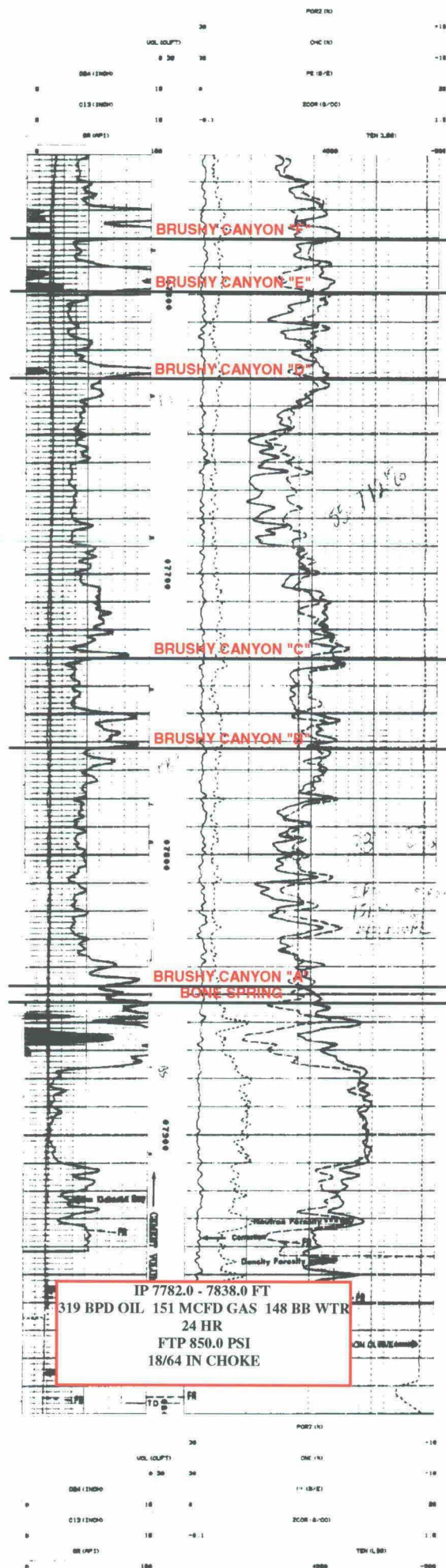
Scott S. Quillin
Landman

ssq:\mkb\pure gold c-17 fed 15

enc.

TYPE LOG - LOS MEDANOS (DELAWARE) FIELD

1
SANTA FE ENERGY
PURE GOLD 'C-17' FEDERAL #14
NW SW
023.0S 031.0E 017
06-17-1993
3330.0 ft KB
TD 8000.0 ft
30015274220000



ILLEGIBLE

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

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AND IS LOCATED
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