BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF DEVON ENERGY CORPORATION (NEVADA) FOR LEASE COMMINGLING, EDDY COUNTY, NEW MEXICO.

STATE OF NEW MEXICO COUNTY OF SANTA FE Case No. 11846

AFFIDAVIT REGARDING NOTICE

and	E.L.	uttro:	ss,	Jr.,	be	ing	duly	7 SW	orn	upon	his	oath,	depo	ses
the	1.					of	18,	and	have	e per	sona:	l know	ledge	of

- 2. I am an employee of Applicant.
- 3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the Application filed herein.
- 4. Notice of the Application was provided to the interest owners at their correct addresses by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Exhibit A.
- 5. Applicant has complied with the notice provisions of Division Rule 1207.

E.L. Buttross, Jr.

SUBSCRIBED AND SWORN TO before me this 3 day of September, 1997, by E.L. Buttross, Jr.

NOTARY PUBLIC

My Commission Expires:

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT_

CASE NO.



20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260 Telephone: 405/235-3611 FAX 405/552-4550

August 14, 1997

CERTIFIED MAIL RETURN RECEIPT REQUESTED

To: Persons on Exhibit "A"

Enclosed is a copy of an application filed at the New Mexico Oil Conservation Division by Devon Energy Corporation (Nevada) requesting approval for lease commingling of Red Lake Queen-Grayburg-San Andres Pool production from the leases described in the application. This matter will be heard at 8:15 a.m. on Thursday, September 4, 1997 at the Division's offices at 2040 South Pacheco Street, Santa Fe, New Mexico 87505. As an interest owner in the leases, you have the right to appear at the hearing and participate in the case. Failure to appear at the hearing will preclude you from contesting this matter at a later date.

Very truly yours,

DEVON ENERGY CORPORATION (NEVADA)

Ken Gray

District Landman

KG:mb/LAND.1

enc.



BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION	OF DEVON	ENERGY	
CORPORATION	(NEVADA)	FOR LEASE	}
COMMINGLING.	EDDY COL	INTY. NEW	MEXICO

APPLICATION

Devon Energy Corporation (Nevada) hereby applies for an exception to Division Rule 309 to permit lease commingling, as described further below:

- 1. Applicant is the operator of United States Oil and Gas Leases NM 031186, NM 025604, and LC 065478-B, which collectively cover the E% and S%NW% of Section 9, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.
- 2. Applicant proposes to commingle Red Lake Queen-Grayburg-San Andres Pool production from 20 wells drilled or to be drilled on the subject leases and lands in a common tank battery to be located in the SEMNWM of Section 9, without separately metering production, by allocating production to each well and to each lease on the basis of monthly well tests.
- 3. Royalty interest ownership under the subject leases is common, but working interest and/or overriding royalty interest ownership differs.
- 4. Notice of this application has been given to all interest owners in the affected leases, by certified mail.
- 5. The granting of this application is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

wherefore, applicant requests that the Division approve lease commingling of Red Lake Queen-Grayburg-San Andres Pool production from the above-described leases and lands.

Respectfully submitted,

James Bruće

P.O. Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Devon Energy Corporation (Nevada)

```
ESTATE OF HELEN HENSON
1742 CATLIN DRIVE
FAIRFIELD CA 94533
525-36-3548
 CONRAD G. & ADA J. KEYES,
LIVING TRUST
CONRAD G. & ADA J. KEYES, TRSTEES
POLOSO
SUIDOSO
SUIDOSO
NM 88345
  LARUE M WHITE
LLANFAIR-BELWOOD
1776 LARCH AVENUE #303
CINCINNAII OH 45224
484-38-4701
 JANICE GETTYS
803 S STRATTON ST
DECATUR TX 76234
525-38-4371
 MARJORIE MEYER
680 S ALTON WY, APT 5-8
DENVER CO 80231
525-44-6888
 ROBERT GRANT KEYES
C/O NORWEST BANK NEW MEXICO OF
ROSWELL ACCOUNT #2213451
P O BOX 1977
ROSWELL
525-54-9318
NM 88201
 HATTYE RUTH GRIFFIN
410 S ROSELAWN AVE
ARIESIA NM 88210
525-66-1296
 BARBARA K DAVIDSON
P O BOX 387
LA JARA CO 81140-0387
525-88-6447
LELA BESS BARNETTE
THE FIFTH AVENUE
500 HENDRICKSON RD., STOP 5016
SEQUIM
569-26-2685
 MINERALS MANAGEMENT SERVICE
ROYALTY PROGRAM
BOX 5810, T.A.
DENVER CO 80217-
84-0848646
ALLEENE C GRAVES
2381 RIDGNAR PLAZA
FORT TX 76116
464-09-2045 76116
JOAN A HUDSON
8053 SAN VISTA CIR.
NAPLES
525-68-5770 FL 33942
JANE ANN HUDSON DAVIS
BOX 2660
BUIDOSO NM 88345-2660
585-18-8796
MINERALS MANAGEMENT SERVICE
ROYALTY PROGRAM
BOX 5810, T.A.
DENVER CO 80217-
84-0848646
ALTURA ENERGY LTD (AMOCO)
(SUCCESSOR TO AMOCO)
P 0 BOX 100725
ATLANTA GA 30384-0725
76-0528603
```