

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*5. Lease Serial No.
NMLC029387B / LC029387D

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.

WEST SHUGART 30 FEDERAL 1 + 9

2. Name of Operator

DEVON ENERGY PRODUCTION CO. LP

Contact: ERIN WORKMAN

Email: ERIN.WORKMAN@DVN.COM

9. API Well No.

30-015-29166 / 30015 29429

3a. Address

333 W. SHERIDAN AVE.
OKLAHOMA CITY, OK 73102

3b. Phone No. (include area code)

Ph: 405-552-7970

10. Field and Pool, or Exploratory

SHUGART; BONE SPRING, NORTH

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 30 T18S R31E 1980FNL 1980FWL

11. County or Parish, and State

EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other
Off-Lease Measuremen
t

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Devon Energy Production Co., LP respectfully requests an Off Lease Gas Measurement, Sales & Storage of the following wells:

West Shugart 30 Federal #001
Sec.30-T18S-R31E
30-015-29166
56405 Shugart, Bone Spring, North
NMLC 029387-B

West Shugart 30 Federal #009
Sec. 30-T18S-R31E
30-015-29429

Accepted for record

NMOCD

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

RECEIVED

FEB 05 2013

NMOCD ARTESIA

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

Electronic Submission #159695 verified by the BLM Well Information System
For DEVON ENERGY PRODUCTION CO.,LP, sent to the Carlsbad
Committed to AFMSS for processing by KURT SIMMONS on 11/09/2012 ()

Name (Printed/Typed) ERIN WORKMAN

Title REGULATORY COMPLIANCE ASSOC.

Signature (Electronic Submission)

Date 11/07/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

Additional data for EC transaction #159695 that would not fit on the form

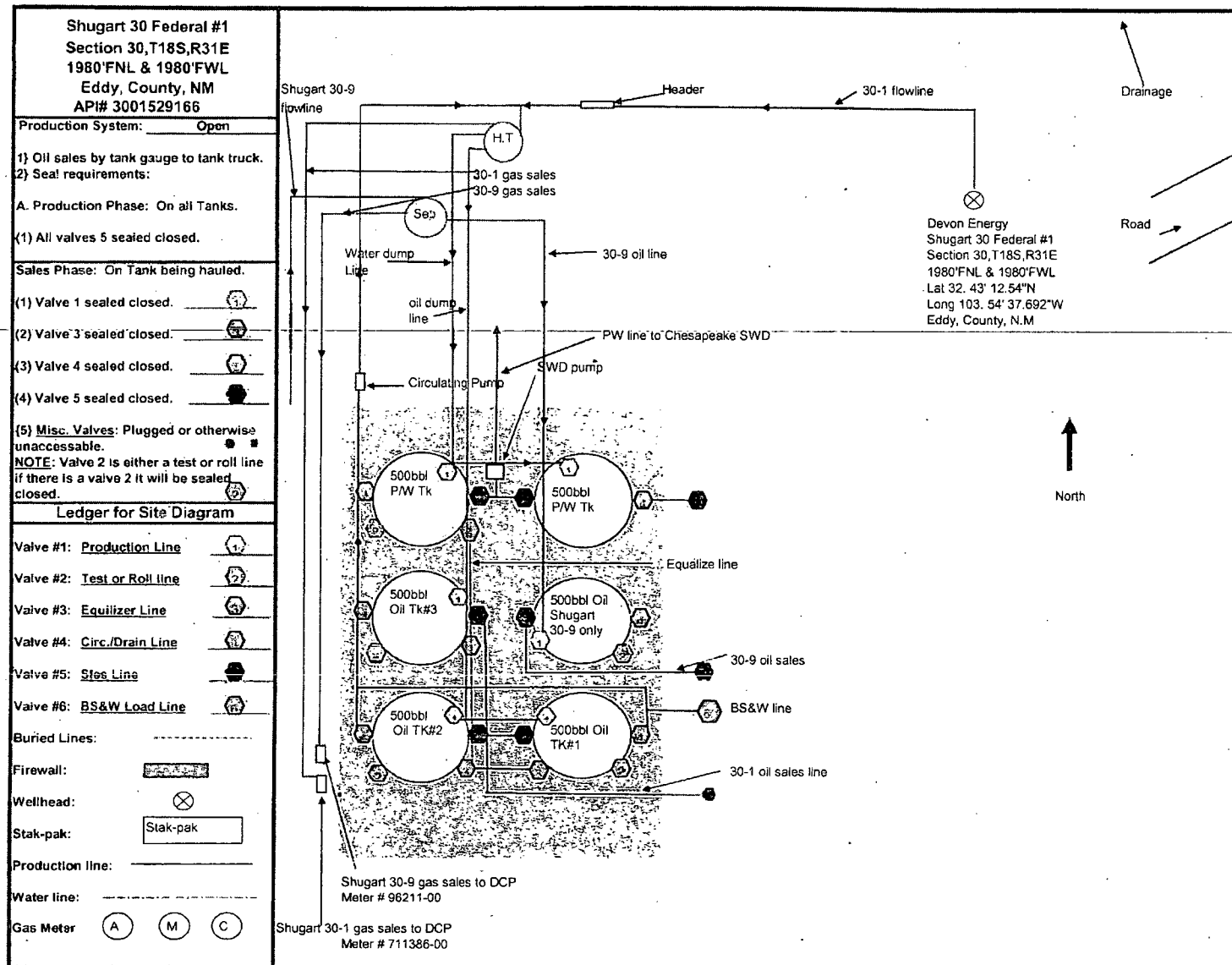
32. Additional remarks, continued

96686 Shugart, Wolfcamp, West
NMLC 029387-D

The West Shugart 30 federal #9 has a tank battery and central delivery point located at the West Shugart 30 Federal #1 location. The West Shugart 30 Federal #9 will be the only well utilizing this battery at this time. The West Shugart 30 Federal #9 will be the only well that will utilize the DCP CDP #96211-00. ROW has or will be obtained

The working interest, royalty interest, and overriding royalty interest owners are not identical; parties have been notified via certified mail. (see attached)

EXHIBIT C





Devon Energy Production Company
333 W. Sheridan Avenue
Oklahoma City, Oklahoma 73102
Phone: (405)-552-7970
Erin.Workman@dvn.com

November 7, 2012

Mr. Richard Ezeanyim
State of New Mexico
Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505

**Re: Request for an Off Lease Measurement, Sales, & Storage
West Shugart 30:1 & West Shugart 30:9
Sec 30-18S-31E
NMLC029387-B & NMLC029387-D
API # 30-015-29166 & API # 30-015-29429
Pool 56405 Shugart, Bone Spring, North & 96686 Shugart, Wolfcamp, North
Eddy County, New Mexico**

Dear Mr. Ezeanyim:

Please find attached the OCD Form C-103, C-107B and BLM Form 3160-5 Sundry Notice of Intent for an Off Lease Measurement, Sales, & Storage the aforementioned wells. The working interest, royalty interest and overriding royalty interest owners are not uniformed; notification has been sent via certified mail (see attached).

BLM sundry approval and BLM conditions of approval attached.

Should you require any additional information or assistance, please do not hesitate to contact me at (405)-552-7970.

Very truly yours,

Devon Energy Production Company, L.P.

A handwritten signature in black ink that reads "Erin Workman". The signature is written in a cursive, flowing style.

Erin Workman
Regulatory Compliance Associate

Enclosures



Devon Energy Corporation
333 W. Sheridan Avenue
Oklahoma City, OK 73102

405 552 7970 Phone
Erin.Workman@dvn.com

November 7, 2012

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Interest Owners

**Re: Request an Off Lease Measurement, Sales, & Storage
West Shugart 30:1 & West Shugart 30:9
Sec 30-18S-31E
NMLC029387-C & NMLC029387-A
API # 30-015-29166 & API # 30-015-29429
Pool 56405 Shugart, Bone Spring, North & 96686 Shugart, Wolfcamp, North
Eddy County, New Mexico**

Gentlemen:

This is to advise you that Devon Energy Production Company, LP, is filing an application with the New Mexico Oil Conservation Division ("NMOCD") seeking approval to permit an off-lease measurement sales, & storage of production from the aforementioned lease and pool.

A copy of our application submitted to the Division is attached.

Any objections or requests that a hearing should be held regarding this application must be submitted to the New Mexico Oil Conservation Division, Santa Fe office within 20 days from the date of this letter.

Please contact the undersigned at (405) 552-7970 should you have any questions or need anything further.

Sincerely,

Devon Energy Production Company, L.P.

Erin Workman
Regulatory Compliance Associate

Enclosure

S & P Company
330 Marshall Street, Suite 300
Shreveport, LA 71101

Katherine Mary Scott
809 Sheridan Street
Altoona, PA 16602

Mary Elizabeth Baish Westin
220 Fran Street
Lilly, PA 15938

Ralph Albert Shugart Trust
Elizabeth Shugart Duncan, TTEE
c/o Michael D. McCannon
Gervais, McCannon & Assoc, PC
501 S. Cherry Street, Suite 570
Denver, CO 80246-1327

Patsy Ann Iverson Page
1155 Muirlands Vista Way
La Jolla, CA 92037-6210

Michael R. McGuire
8815 Mendocino Ct NE
Albuquerque, NM 87122

Mary Ellen Johnston
2715 North Kentucky, #16
Roswell, NM 88201-5868

Iverson III Inc.
c/o Steve Iverson
3454 S. Zunis Ave
Tulsa, OK 74105
P A I Incorporated
c/o Philip Iverson
4437 Northwest 32 Place
Oklahoma City, OK 73112

W W I 1990 Trust
Pamela J. Burke, Successor TTEE
P.O. Box 10508
Midland, TX 79702

P I P 1990 Trust
Pamela J. Burke, Successor TTEE
P.O. Box 10508
Midland, TX 79702

Higgins Trust Inc.
c/o William P. Edwards
P.O. Box 6905
Thomasville, GA 31758-6905

ONRR
Royalty Management Program
P.O. Box 25627
Denver, CO 80225-0627

Rojo Inc.
P.O. Box 1120
Roswell, NM 88201

Margarett H. Naylor Rev Trust
Zia Trust Inc. TTEE
4131 Camino Coyote, Suite A
Las Cruces, NM 88001

Van S. Welch II
2207 Fairway Drive
Duncan, OK 73533

Van P. Welch, Jr.
2259-C Via Puerta
Laguna Woods, CA 92653

Mark James Frost
P.O. Box 1120
Roswell, NM 88202-1120

Marianne Keohane Frost
P.O. Box 1120
Roswell, NM 88202-1120

18-31 Inc.
P.O. Box 1120
Roswell, NM 88202-1120

John Michael Frost
P.O. Box 1120
Roswell, NM 88202-1120

Theresa Ann Frost
8672 NE 123rd Place
Kirkland, WA 98034-6030

Certified Mailing Number: 7008 1830 0002 7423 8025

Certified Mailing Number: 7008 1830 0002 7423 8032

Certified Mailing Number: 7008 1830 0002 7423 8049

Certified Mailing Number: 7008 1830 0002 7423 8056

Certified Mailing Number: 7008 1830 0002 7423 8063

Certified Mailing Number: 7008 1830 0002 7423 8070

Certified Mailing Number: 7008 1830 0002 7423 8087

Certified Mailing Number: 7008 1830 0002 7423 8094

Certified Mailing Number: 7008 1830 0002 7423 8100

Certified Mailing Number: 7008 1830 0002 7423 8117

Certified Mailing Number: 7008 1830 0002 7423 8124

Certified Mailing Number: 7008 1830 0002 7423 8131

Certified Mailing Number: 7008 1830 0002 7423 8148

Certified Mailing Number: 7008 1830 0002 7423 8155

Certified Mailing Number: 7008 1830 0002 7423 8162

Certified Mailing Number: 7008 1830 0002 7423 8179

Certified Mailing Number: 7008 1830 0002 7423 8186

Certified Mailing Number: 7008 1830 0002 7423 8193

Certified Mailing Number: 7008 1830 0002 7423 8209

Certified Mailing Number: 7008 1830 0002 7423 8216

Certified Mailing Number: 7008 1830 0002 7423 8223

Certified Mailing Number: 7008 1830 0002 7423 8230

The Toles Company LLC
Perry S. Toles, President/Mgr
P.O. Box Drawer 1300
Roswell, NM 88202

Michael Irvin Welch
13562 Bullion Ct
Corpus Christi, TX 78418

Wendell T. Welch
P.O. Box 8428
Nikiski, AK 99635-8428

Sanders Thomas Welch
P.O. Box 8428
Nikiski, AK 99635-8428

Phoebe Jane Welch IV
P.O. Box 1855
Artesia, NM 88211

Jareed Partners Ltd
A Texas Limited Partnership
P.O. Box 51451
Midland, TX 79710-1451

FFF Inc.
P.O. Box 8874
Denver, CO 80201-8874

Billie Lewis and Becky Rankin JTWROS
1748 Terrace Circle
Caca Grande, AZ 85222

Maurice Pippin
P.O. Box 12972
Odessa, TX 79768-2972

Alvin M. Iverson Jr. Trust
Peter Martin Iverson Successor TTEE
5073 S. 76 East Ave. Apt D
Tulsa, OK 74145-6232

S. J. Iverson III
P.O. Box 4095
Midland, TX 79704

Claire Iverson
2005 Kidwell Street
Dallas, TX 75214

James Gary Welch
15714 Winding Moss Drive
Houston, TX 77068

Marian Welch Pendergrass
2705 Gaye Drive
Roswell, NM 88201

Robert Welch Gillespie
186 Sierra View
Pasadena, CA 91105

Bryan W. Welch
1764 S. Paige Creek Place
Tucson, AZ 85748

Becky Welch Panck
7011 E. Brooks Drive
Tucson, AZ 85730

Stacy Welch Green
P.O. Box 164
Sonita, AZ 85637-0164

Phoebe Welch
20350 Marsh Creek Road
Brentwood, CA 94513-4808

Tina M. Worthington
P.O. Box 56
Elephant Butte, NM 87935

Annette O. Wambaugh
2606 Lockheed Drive
Midland, TX 79701

Eileen Mary Kunkel
Revocable Living Trust
Eileen Mary Kunkel TTEE
46183 St Hwy 74, Apt 19
Palm Desert, CA 92260

MAP98B-NET
P.O. Box 268984
Oklahoma City, OK 73126-8984

Certified Mailing Number: 7008 1830 0002 7423 8247

Certified Mailing Number: 7010 1060 0000 0926 7324

Certified Mailing Number: 7010 1060 0000 0926 7331

Certified Mailing Number: 7010 1060 0000 0926 7348

Certified Mailing Number: 7010 1060 0000 0926 7355

Certified Mailing Number: 7010 1060 0000 0926 7362

Certified Mailing Number: 7010 1060 0000 0926 7379

Certified Mailing Number: 7010 1060 0000 0926 7386

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Certified Mailing Number: 7010 1060 0000 0926 7416

Certified Mailing Number: 7010 1060 0000 0926 7423

Certified Mailing Number: 7010 1060 0000 0926 7430

Certified Mailing Number: 7010 1060 0000 0926 7447

Certified Mailing Number: 7010 1060 0000 0926 7454

Certified Mailing Number: 7010 1060 0000 0926 7461

Certified Mailing Number: 7010 1060 0000 0926 7478

Certified Mailing Number: 7010 1060 0000 0926 7485

Certified Mailing Number: 7010 1060 0000 0926 7492

Certified Mailing Number: 7010 1060 0000 0926 7508

Certified Mailing Number: 7010 1060 0000 0926 7515

Certified Mailing Number: 7010 1060 0000 0926 7522

Certified Mailing Number: 7010 1060 0000 0926 7539

MAP 98A-OK
c/o Mineral Acquisition Partners Inc.
P.O. Box 268988
Oklahoma City, OK 73126-8988

Certified Mailing Number: 7010 1060 0000 0926 7546

Claire Ann Iverson Revocable Living Trust
Pamela J. Burke, Successor TTEE
P.O. Box 10508
Midland, TX 79702

Certified Mailing Number: 7010 1060 0000 0926 7553

Siegfried James Iverson III
Revocable Living Trust
Pamela J. Burke, Successor TTEE
P.O. Box 10508
Midland, TX 79702

Certified Mailing Number: 7010 1060 0000 0926 7560

Penwell Employee Royalty Pool
200 N. Lorraine, Suite 1550
Midland, TX 79701

Certified Mailing Number: 7010 1060 0000 0926 7577

Elyse Saunders Patterson
Trusts Investment LLC
Farmers National Co Agent
P.O. Box 3480, Oil & Gas Dept
Omaha, NE 68103-0480

Certified Mailing Number: 7010 1060 0000 0926 7584

TIG Properties LP
Iverson Exploration Inc.
Gen Partner Andrew S. Iverson Pres
P.O. Box 10508
Midland, TX 79702

Certified Mailing Number: 7010 1060 0000 0926 7591

Suzanne M. Harrington
261 River Birch Circle
Mooresville, NC 28115

Certified Mailing Number: 7010 1060 0000 0926 7607

Paul R. Barwis
c/o Dutton Harris & Co
P.O. Box 230
Midland, TX 79702

Certified Mailing Number: 7010 1060 0000 0926 7614

M. F. Pearsall
840 Gessner, Suite 1400
Houston, TX 77024

Certified Mailing Number: 7010 1060 0000 0926 7621

MW Oil Investment Company
730 17th Street, Suite 325
Denver, CO 80202

Certified Mailing Number: 7010 1060 0000 0926 7638

Shawn P. Hannifin and Frances A. Hannifin
Joint Tenants With Full Rights of Survivorship
730 17th Street, Suite 325
Denver, CO 80202

Certified Mailing Number: 7010 1060 0000 0926 7645

Jewell D. Iverson Rev Trust
Richard R. Sullivan, TTEE
Inter-Vivos Trust U/T/A09/22/81
3530 E. 31st Street, Suite B
Tulsa, OK 74135-1519

Certified Mailing Number: 7010 1060 0000 0926 7652

Alan R. Hannifin
P.O. Box 8874
Denver, CO 80201-8874

Certified Mailing Number: 7010 1060 0000 0926 7669

Iverson Family Inter-Vivos Trust, dtd 10/22/92
Peter C. & Billie H. Iverson Co-Trustees
206 Belle Meade Circle
Eufaula, OK 74432-2071

Certified Mailing Number: 7010 1060 0000 0926 7676

Jeanette Y. Keohane
P.O. Box 51722
Albuquerque, NM 87181

Certified Mailing Number: 7010 1060 0000 0926 7683

Gene Shumate
P.O. Box 2473
Midland, TX 79702

Certified Mailing Number: 7010 1060 0000 0926 7690

Carol Shumate
P.O. Box 80724
Midland, TX 79708-0724

Certified Mailing Number: 7010 1060 0000 0926 7706

Sklarco LLC
401 Edwards Street, Suite 1601
Shreveport, LA 71101

Certified Mailing Number: 7010 1060 0000 0926 7713

Betty Baish Strohmeier Estate
James S. Strohmeier FRGN FR
5311 E. 5th Street
Tucson, AZ 85711-2331

Certified Mailing Number: 7010 1060 0000 0926 7720

S & E Royalty LLC
Lyle Gallivan, Manager
8470 West 4th Ave
Lakewood, CO 80226

Certified Mailing Number: 7010 1060 0000 0926 7737

Beverly A. Martella Iverson
17287 Skyline Blvd, Box 203
Woodside, CA 94062

Susan Jones
3212 Infield Road
Austin, TX 78703

Leslie Shimazaki
3592 Felton Street
San Diego, CA 92104

Peter Iverson
2002 Valencia Street
Santa Ana, CA 92706

Glen R. Westall
4208 St. Andrews Drive
Midland, TX 79707

Georgiana Westall Perry
119 West Main
Artesia, NM 88210

Sue Saunders Graham Estate
Jim S. Gadzia, Personal Rep
P.O. Box 1835
Roswell, NM 88202-1835

JJS Working Interests LLC
Attn: Justin Simons
4295 San Felipe, Suite 207
Houston, TX 77027

Baish Limited Partnership
c/o Private Banking Manager
BNY Mellon Wealth Mgmt
2 N. 2nd Street, 12th Floor
Harrisburg, PA 17101

Garel Ray & Myrtle Myra Westall Rev Trust
Sandra Westall Shank & Garel Ray Westall Jr. Co-Trustees
704 Bullock
Artesia, NM 88210

Devon Energy Production Co. LP
333 West Sheridan
Oklahoma City, OK 73102

Canadian Kenwood Company
A Limited Partnership
Canadian Kenwood LLC, General Partner
730 2nd Avenue South, Suite 1300
Minneapolis, MN 55402

William G. Parker
Nancy Parker Strong & Sylvia S. Voorhies Co-Trustees
UWO T. R. Parker Dec
221 Stewart Avenue, Suite 301
Medford, OR 97501

Certified Mailing Number: 7010 1060 0000 0926 7744

Certified Mailing Number: 7010 1060 0000 0926 7751

Certified Mailing Number: 7010 1060 0000 0926 7768

Certified Mailing Number: 7010 1060 0000 0926 7775

Certified Mailing Number: 7010 1060 0000 0926 6822

Certified Mailing Number: 7010 1060 0000 0926 6839

Certified Mailing Number: 7010 1060 0000 0926 6846

Certified Mailing Number: 7010 1060 0000 0926 6853

Certified Mailing Number: 7010 1060 0000 0926 6860

Certified Mailing Number: 7010 1060 0000 0926 6877

Certified Mailing Number: 7010 1060 0000 0926 6884

Certified Mailing Number: 7010 1060 0000 0926 6891

Certified Mailing Number: 7010 1060 0000 0926 6907

**Bureau of Land Management
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972**

**Devon Energy Production Co.
West Shugart 30 Federal 1 and West Shugart 30 Federal 9
Lease NMLC029387B and Lease NMLC029387D
February 2, 2013**

**Condition of Approval
Commingling and Off Lease Sales**

1. This approval is subject to like approval by the New Mexico Oil Conservation Division.
2. This agency shall be notified of any spill or discharge as required by NTL-3A.
3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
4. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
5. Approval for combining production from various sources is a privilege which is granted to lessees for the purpose of aiding conservation and extending the economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.
6. All above ground structures on the lease shall be painted Shale Green (5Y 4/2), or as per approved APD stipulations. This is to be done within 90 days, if you have not already done so.
7. Gas measurement for allocation must be measured as per Onshore Order #5 for sales meters.
8. All gas and oil subject to royalty shall be measured as per federal regulations and shall be reported to ONRR as required. All gas which is vented, flared or used on lease shall be reported as per NTL-4A to ONRR. All gas which is vented or flared shall be subject to royalty, unless prior approval was given by the authorized officer.
9. This agency shall be notified of any change in sales method or location of sales point.
10. Additional wells and/or leases require additional commingling approvals.

The public's interest in these leases has been found to be identical for all wells 12.5%. Therefore, this commingle is being approved. This does not mean that the allocation of production to each well will be 100% accurate each month. By approving this request it will only guarantee that the public's interest will not be compromised.