Form 3160-5 (February 2005)

(Instructions on page 2)

OCD-ARTESIA

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: March 31, 2007

5. Lease Serial No. NM-76972

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

6. If Indian, Allottee or Tribe Name

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.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well				CA-82032 NM 82032		
Oil Well Gas V	Vell Other		8. Well Nan	ne and No. Exxon 17 Federal Com 1		
2. Name of Operator Devon Energy Production Co., LP			9. API Well	No. 30-015-26146		
3a. Address 20 North Broadway		b. Phone No. <i>(include area co</i> (405)- 552-4524	· 1	l Pool or Exploratory Area - Carlsbad, Atoka South (GAS)		
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 1980' FSL & 660' FEL Lot Section 17-T23S-26E			11. Country	11. Country or Parish, State Eddy County, NM		
12. CHEC	CK THE APPROPRIATE BOX	(ES) TO INDICATE NATUR	E OF NOTICE, REPORT	OR OTHER DATA		
TYPE OF SUBMISSION		TY	YPE OF ACTION			
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Start/F	Resume) Water Shut-Off Well Integrity		
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recomplete Temporarily Abane	Other Off-Lease Gas Measurement & Sales		
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal			
Devon Energy Production Co., LLP flows through a 1440 psi 2-Phase S DCP Sales Meter #713236-00 locat line and reported gas volumes are t The Off Lease Gas Measurement &	r final inspection.) respectfully requests permine eparator and then through the dapproximately 1 mile SE the CDP sales meter volumes ales is due to the Operator.	ssion for Off-Lease Gas Me he Exxon 17 Fed Com 1 Ch in section 16 T23S R26E, E ss. These volumes are com or installed gathering system	asurement & Sales for E lart Recorder and Meter Eddy County, New Mexi pared against the check ns. Waste is not induced	Exxon 17 Federal Com 1. Produced gas Run on location before metering at a the co. No other wells are connected to the gas a meter volumes. d and no correlative rights are impaired. fied via certified mail (see attached).		
ROW will or has already been obtain	• • •	est owners are not identica	i, parties nave been not	ned via certified mail (see attached).		
SEE ATTAC		VAL	,•	DEC 1 6 2010 NMOCD ARTESIA		
 I hereby certify that the foregoing is t Name (Printed/Typed) Melanie Crawford 	rue and correct.	Title Regulat	ory Analyst			
Signature WWQQW	e (rous) or	Date \\	30/10			
	THIS SPACE F	OR FEDERAL OR ST	TATE OFFICE USE			
	JD Whitlock Jr	in the	lE7	Date 12/14/10		
Conditions of approval, if any, are attached that the applicant holds legal or equitable tentitle the applicant to conduct operations	itle to those rights in the subject thereon.	lease which would Office	(Fo			
Title 18 U.S.C. Section 1001 and Title 43			and willfully to make to any	department or agency of the United States any false,		

23S 26E

NM-76972



Exxon 17 Fed Com #1

C.A. NM-82032

3-D 3d

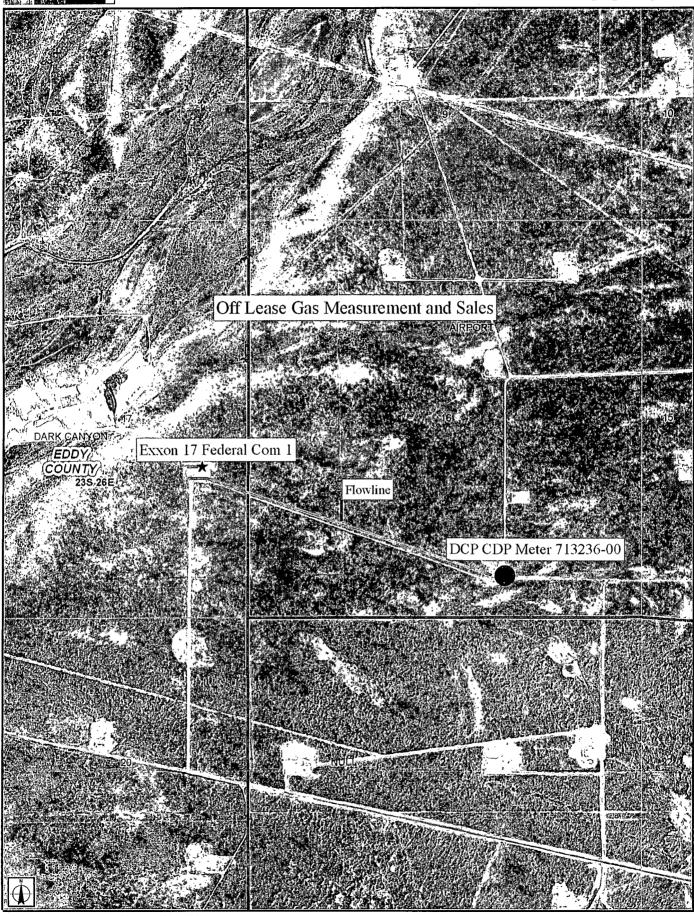
3-D Seismic 3-D

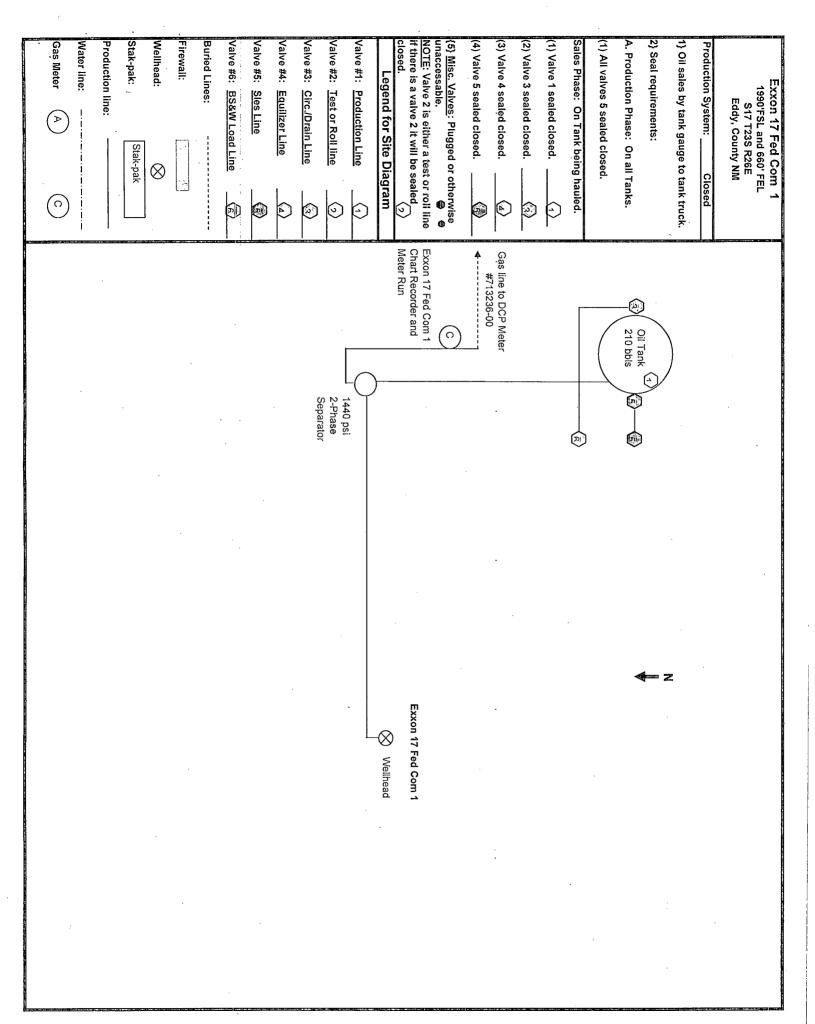
21



Devon GIS Intranet Mapping

devon







Devon Energy Production Company 20 North Broadway – CT 3.058 Oklahoma City, Oklahoma 73102-8260 Phone: (405)-552-4524 Fax (405)-552-1358 Melanie.Crawford@dvn.com

November 17, 2010

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

Re: Off Lease Gas Measurement & Sales Approval

Exxon 17 Federal Com 1 API # 30-015-26146 Sec 17-T23S-R26E Lease NM-76972

Carlsbad; Atoka South (GAS) - Pool Code: 73800

Eddy County, New Mexico

Dear Mr. Ezeanyim:

Please find attached the OCD Form C-107B, OCD Form C-103 Sundry Notice of Intent for Off-Lease Gas Measurement and Sales. The working interest, royalty interest and overriding royalty interest owners are not identical; parties have been notified via certified mail.

BLM sundry approval and BLM conditions of approval attached.

rawlord

Should you require any additional information or assistance, please do not hesitate to contact me at (405)-552-4524.

Very truly yours,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Melanie Crawford Regulatory Analyst

Enclosures

<u> </u>					•
DATE IN .	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO.

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

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



Melanie.Crawford@dvn.com

e-mail Address

ADMINISTRATIVE APPLICATION CHECK

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:** [INSL-Non-Standard Location] [INSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] IDHC-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] TYPE OF APPLICATION - Check Those Which Apply for [A] [1]Location - Spacing Unit - Simultaneous Dedication \square NSL \square NSP \square SD Check One Only for [B] or [C] Commingling - Storage - Measurement □ DHC □ CTB □ PLC □ PC □ OLS ☒ OLM Injection - Disposal - Pressure Increase - Enhanced Oil Recovery [C]□ WFX □ PMX □ SWD □ IPI □ EOR □ PPR [D]Other: Specify Off Lease Gas Sales NOTIFICATION REQUIRED TO: - Check Those Which Apply, or \(\opin \) Does Not Apply [2] Working, Royalty or Overriding Royalty Interest Owners [B]Offset Operators, Leaseholders or Surface Owner Application is One Which Requires Published Legal Notice [C]Notification and/or Concurrent Approval by BLM or SLO [D]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. Waivers are Attached [F]SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] 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. Melanie Crawford Print or Type Name

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV

1220 S. St Francis Dr, Santa Fe, NM

TYPE OR PRINT NAME_Melanie Crawford

E-MAIL ADDRESS: ___Melanie.Crawford@dvn.com_

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107-B Revised June 10, 2003

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLIC	ATION FOR SURFACE	COMMINGLING	(DIVERSE	OWNERSHIP)	
OPERATOR NAME:	Devon Energy Production Co.,	, LP			
OPERATOR ADDRESS:	20 North Broadway, Ste 1500				
APPLICATION TYPE:					
☐ Pool Commingling ☐ Lease	e Commingling Pool and Lease Co	ommingling MOff-Lease	Storage and Measur	rement (Only if not Surfac	e Commingled)
LEASE TYPE:	ee 🗌 State 🛛 Fed	eral			
Is this an Amendment to exi	isting Order? Yes No I	f "Yes", please include	the appropriate C	Order No.	
	anagement (BLM) and State Lan	d office (SLO) been not	tified in writing o	of the proposed comm	ingling
⊠Yes □No					
•		OL COMMINGLIN ets with the following in		•	
		T	1		T
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled	Calculated Gravities / BTU of Commingled	•	Calculated Value of Commingled	Volumes
(1) I out Names and Codes	Production	Production		Production	Volumes
			•		
		-	_		
		_			
(2) Are any wells producing a	at top allowables? Yes No		L		
.,	en notified by certified mail of the pr	roposed commingling?	□Yes □No.		
(4) Measurement type: [N	Metering				
(5) Will commingling decreas	se the value of production? Yes	☐No If "yes", descri	be why commingli	ing should be approved	
		SE COMMINGLIN			
(1) D 1) 10-4	Please attach shee	ts with the following in	itormation	 	
 Pool Name and Code. Is all production from sam 	ne source of supply?	No			
	n notified by certified mail of the pro		□Yes □N	0	
	fetering Other (Specify)				
			·		
	(C) POOL on	LEASE COMMIN	CLINC	- Carolina C	
		ts with the following in			
(1) Complete Sections A and	Е.				
	(D) OFF LEACE ST	FORAGE and MEA	CHIDEMENT		
		ets with the following			
(1) Is all production from sam					
(2) Include proof of notice to					
	(D) ADDIETONIA TOR	ND 3 & A FD I ()			
	(E) ADDITIONAL INFO	DRMATION (for all ts with the following in		pes)	
(1) A schematic diagram of fa	acility, including legal location.				
	ies showing all well and facility locat	tions. Include lease numbe	rs if Federal or Sta	ite lands are involved.	
	Well Numbers, and API Numbers.				
hardry partify that the inf-	tion above is true and complete to the	heet of my knowledge an	d helief		
				. \	\
SIGNATURE WOLD	T broker est	TTLE:Regulatory Analy	st	DATE:\\\	<i>0110</i> 8

TELEPHONE NO.: (405)- 552-4524

Submit 3 Copies To Appropriate District Office	State of New M			Form C-103		
. District I	Energy, Minerals and Nat	ural Resources	WELL API NO.	May 27, 2004		
1625 N. French Dr., Hobbs, NM 88240 District II	OH COMBEDIATION	I DIMIGION	30-015-26146			
1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION		5. Indicate Type of Lea			
1000 Rio Brazos Rd., Aztec, NM 87410	District III 1220 South St. Francis Dr. 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505			FED STATE ☐ FEE ☐		
<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, Nivi 8	,	6. State Oil & Gas Leas NM-76972	se No.		
	ES AND REPORTS ON WELL		7. Lease Name or Unit	- 1		
DIFFERENT RESERVOIR. USE "APPLICATION PROPOSALS.)	ATION FOR PERMIT" (FORM C-101) F	FOR SUCH	Exxon 17 Federa	at Com		
1. Type of Well: Oil Well	8. Well Number 1					
2. Name of Operator Devon Energy Pr	oduction Company, LP		9. OGRID Number 6137			
3. Address of Operator			10. Pool name or Wildcat			
20 North Broadway Oklahoma City	y, Oklahoma 73102-8260 (4)	05) 552-4524	73800 – Carlsbad; Atoka South (GAS)			
4. Well Location (See Below)			–			
	feet from theSouthl			line		
Section 17 To	wnship 23S Range 269 11. Elevation (Show whether DI			New Mexico		
	11. Elevation (Snow whether Di	t, MD, K1, GK, etc.)	,			
Pit or Below-grade Tank Application or	Closure					
Pit typeDepth to Groundwat	erDistance from nearest fresh	water well Dista	nce from nearest surface wat	er		
Pit Liner Thickness: mil	Below-Grade Tank: Volume	bbls;_ Coi	nstruction Material			
12. Check A	opropriate Box to Indicate N	Nature of Notice, 1	Report or Other Data			
NOTICE OF INT	ENTION TO:	- CLID	SECTIONS DEDOD	T 05.		
NOTICE OF INT PERFORM REMEDIAL WORK □	PLUG AND ABANDON	REMEDIAL WORK	SEQUENT REPOR	RING CASING		
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRIL				
	MULTIPLE COMPL	CASING/CEMENT				
OTHER: Off-Lease Gas Measureme	nt & Sales	OTUED.				
13. Describe proposed or comple	ted operations (Clearly state all	OTHER:	give pertinent dates incl	uding estimated date		
	c). SEE RULE 1103. For Multip					
Devon Energy Production Co., LLP re 1. Produced gas flows through a 1440 on location before metering at a the D County, New Mexico. No other wells volumes are compared against the che	psi 2-Phase Separator and then to CP Sales Meter #713236-00 local are connected to the gas line and	through the Exxon 17 ted approximately 1 i	Fed Com 1 Chart Recording SE in section 16 T23	der and Meter Run S R26E, Eddy		
The Off Lease Gas Measurement & Sarights are impaired.	ales is due to the Operator install	ed gathering systems.	Waste is not induced an	d no correlative		
The working interest, royalty interest a (see attached).	and overriding royalty interest ov	vners are not identical	l; parties have been notifi	ed via certified mail		
ROW will or has already been obtained	d.	•				
I hereby certify that the information algrade tank has been/will be constructed or cl						
SIGNATURE MODAIO	TITLE R	egulatory Analyst	DATE	11/30/10		
Type or print name Melanie Crawford For State Use Only				1 1		
roi state use only	l E-mail⊦address: Melanie.Cra	wford Telephone N	(o. (405) 552-4524			
•		wford Telephone N	,	E		



December 7, 2010

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Interest Owners

Re: Off-Lease Gas Measurement & Sales Application Exxon 17 Federal Com 1 Sec 17, T23S, R26E API # 30-015-26146 Pool 73800 - Carlsbad; Atoka South (Gas) Eddy County, New Mexico

To Whom It May Concern:

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 for Off-Lease Gas Measurement & Sales.

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) 552-4524 should you have any questions or need anything further.

Sincerely,

Devon Energy Production Company, L.P.

Melanie Crawford Regulatory Analyst

Enclosure

Kenneth W Brown 7677 Jayhawk Drive Riverside, CA 92509

Certified Mail Number: 7008 1830 0003 1982 4047

James A Brown & Judith A Brown JT PO Box 928 Elk City, OK 73648

Certified Mail Number: 7008 1830 0003 1982 6422

Landa Harrel & Don Harrel J/T PO Box 443 Fletcher, OK 73541

Certified Mail Number: 7008 1830 0003 1982 6415

Anna Pauline Swearingen 205 W 21st St Concordia, KS 66901

Certified Mail Number: 7008 1830 0003 1982 6408

Terry A White & Carla K White J/T 1302 W 3 St Chanute, KS 66720

Certified Mail Number: 7008 1830 0003 1982 6392

M D Vandaveer & Lois Vandaveer 12104 S E 84th Terrace Belleview, FL 34420-7483

Certified Mail Number: 7008 1830 0003 1982 6385

Edna M Watt 400 Holland Drive West Sacramento, CA 95605-2009

Certified Mail Number: 7008 1830 0003 1982 6477

Ralph W Peden 2704 Meadow Green Bedford, TX 76021

Certified Mail Number: 7008 1830 0003 1982 6460

Darlene Pearson 1107 Oakmont St Hays, KS 67601

Certified Mail Number: 7008 1830 0003 1982 6453

Ronald Rogers 19955 Indian Summer Lane Monument, CO 80132

Certified Mail Number: 7008 1830 0003 1982 6446

Helen Anderson Marcotte 1000 Schippel Dr, Apt 224 Salina, KS 67401

Certified Mail Number: 7008 1830 0003 1982 6439

Norma Gupton 1902 Moody Court Arlington, TX 76012

Certified Mail Number: 7008 1830 0003 1982 6538

Joyce Ann Swearingen Sasse Separate Property 10801 West Walnut Grove Lane Rocheport, MO 65279

Certified Mail Number: 7008 1830 0003 1982 6521

Stanico Energy Corporation PO Box 32467 Oklahoma City, OK 73123-2467

Certified Mail Number: 7008 1830 0003 1984 5492

Charlotte E Wells & Kaiulani L Bumpus J/T 10546 Recreational Rd 255E Burkeville, TX 75932

Certified Mail Number: 7008 1830 0003 1984 5485

John Charles Major Trust

(E)

John Collier Major & Stephen Alfred Major, Trustees

7751 South Memorial Drive, Apt 5209

Tulsa, OK 74133-7904

Certified Mail Number: 7008 1830 0003 1984 5478

Meredith E Hardgrave and Helen Joyce Hardgrave, Revocable Lvng TR, Helen Joyce Hardgrave, ttee 6012 East 114th St

Tulsa, OK. 74137

Certified Mail Number: 7008 1830 0003 1984 5461

Minerals Management Service Royalty management Program

PO Box 5810

Denver, OK 80217-5810

Certified Mail Number: 7008 1830 0003 1982 6507

Grant Swearingen 209 S Ashley Park Wichita, KS 67209

Certified Mail Number: 7008 1830 0003 1982 6491

Jesma Hopper 2926 Columbine Wichita, KS 67204-5323

Certified Mail Number: 7008 1830 0003 1982 6545

Sonja Lopez 912 Fairview Ave Canon City, CO 81212-2855

Certified Mail Number: 7008 1830 0003 1982 6484

Julie J Martin PO Box 10911

Southport, NC 28461-0911

Certified Mail Number: 7008 1830 0003 1982 6675

Peggie Sue Lawson 6156 Jays Way Milton, FL 32570

Certified Mail Number: 7008 1830 0003 1982 6651

John A Brown 10001 Peace Way, Unit 1319 Las Vegas, NV 89147

Certified Mail Number: 7008 1830 0003 1982 7160

David B Brown 5216 Blue Cypress Lane League City, TX 77573

Certified Mail Number: 7008 1830 0003 1982 7177

Sharon K Swearingen Fenton Separate Property 3447 SE 35th Topeka, KS 66605

Certified Mail Number: 7008 1830 0003 1982 7184

Richard Allen Swearingen Separate Property 3444 NE Happy Hollow Road Topeka, KS 66617

Certified Mail Number: 7008 1830 0003 1982 7191

Lois M Durland 527 E Clackamas Circle Woodburn, OR 97071-4409

Certified Mail Number: 7008 1830 0003 1982 7207

Roy G Barton Jr & Claudia R Barton JT W/Ros 1919 North Turner Hobbs, NM 88240-2712

Certified Mail Number: 7008 1830 0003 1982 7214

Sonic Minerals LP PO Box 1240 Graham, TX 76450-1240

Certified Mail Number: 7008 1830 0003 1982 7054

Mary Lou Lundblade 511 W Nes St Valley Center, KS 67147-4920

Certified Mail Number: 7008 1830 0003 1982 7061 Peden Family Trust DTD 7/20/06, Jonathan Jada Peden &

Arlene Elaine Peden Trustees 4681 Diane Avenue San Diego, CA 92117-2903

Certified Mail Number: 7008 1830 0003 1982 7078

Ernie Bello 1630 Liholiho St, #804 Honolulu, HI 96822

Certified Mail Number: 7008 1830 0003 1982 7085

Agnes Cluthe Oliver Trust & William B Oliver Trust Brown Brothers Harriman TR Co, Successor Trustee 919 N Market St, Ste 710 Wilmington, DE 19801-3065

Certified Mail Number: 7008 1830 0003 1982 7092

Mary Harris PO Box 53 Richmond, KS 66080

Certified Mail Number: 7008 1830 0003 1982 7108

Margaret L Mehl 702 Cambridge Dr Lee's Summit, MO 64063

Certified Mail Number: 7008 1830 0003 1982 6910

Dale Richardson 5093 East Highway 82 Gainesville, TX 76240

Certified Mail Number: 7008 1830 0003 1982 6927

Addie Swearingen Estate Phil Brewer Personal Rep PO Box 298 Roswell, NM 88202

Certified Mail Number: 7008 1830 0003 1982 6934

Linda Sue Richardson 13363 E Asbury Dr #104 Aurora, CO 80014

Certified Mail Number: 7008 1830 0003 1982 6941

Harry James Richardson 13363 E Asbury Dr, #104 Aurora CO 80014

Certified Mail Number: 7008 1830 0003 1982 6958

Robert Dean Richardson 13363 E Asbury Dr, #104 Aurora, CO 80014

Certified Mail Number: 7008 1830 0003 1982 6972

Barbara J Swearingen Trust DTD 8/13/99 Barbara J Swearingen & Kim A Swearingen Trustees 2535 Stonepost Lane Salina, KS 67401

Certified Mail Number: 7008 1830 0003 1982 6965

Flora Jane Hopkins Revocable Inter Vivos Trust DTD March 28 2000, Loma Jane Webber Succ TTEE 24476 Chamalea

Mission Viejo, CA 92691

Certified Mail Number: 7008 1830 0003 1982 6989

Robert B Bunn TTEE Robert B Bunn Rev LT DTD 5/18/82 2493 Makiki Heights Dr Honolulu, HI 96822-2547

Certified Mail Number: 7008 1830 0003 1982 6996

James Albert Collier III 1113 Shady Oak McKinney, TX 75070

Certified Mail Number: 7008 1830 0003 1982 7009

Gregory A Collier 5731 NW 19th Apt 4 **(E)** Oklahoma City, OK 73127

Certified Mail Number: 7008 1830 0003 1982 7016

Kenesaw Cemetery Association PO Box 131 Kenesaw, NE 68956

Certified Mail Number: 7008 1830 0003 1982 7023

American Legion Post of Kenesaw 612 N Brooks Kenesaw, NE 68956

Certified Mail Number: 7008 1830 0003 1982 7030

Kenesaw Senior Center PO Box G Kenesaw, NE 68956

Certified Mail Number: 7008 1830 0003 1984 5621

Rescue Unit of Kenesaw PO Box 43 Kenesaw, NE 68956

Certified Mail Number: 7008 1830 0003 1984 5607

Evalvn Sewearingen, A Widow 1250 N 50th Rd Jamestown, KS 66948-9547

Certified Mail Number: 7008 1830 0003 1984 5591

George E Richardson, Sep Prop 4288 American Legion Rd Abbeville, GA 31001

Certified Mail Number: 7008 1830 0003 1984 5584

Hastings College at Hastings NE 710 N Turner Ave Hastings, NE 68901

Certified Mail Number: 7008 1830 0003 1984 5577

Marilyn Denkert, Sep Prop 17011 Cedar Plaza 12C Omaha, NE 68130

Certified Mail Number: 7008 1830 0003 1984 5560

Khody Land & Minerals Co Dept 2213 PO Box 122213 Dallas, TX 75312-2213

Certified Mail Number: 7008 1830 0003 1984 5553

Donna Marie Phillips PO Box 1058 Seminole, OK 74818

Certified Mail Number: 7008 1830 0003 1984 5546

Barbara Jean Brown 10400 2nd St NW Unit D Albuquerque, NM 87114

Certified Mail Number: 7008 1830 0003 1984 5539

Sharlene L Murphy 616 N Burgess Holdenville, OK 74848

Certified Mail Number: 7008 1830 0003 1984 5522

Ronald D Peace PO Box 695 Holdenville, OK 74848

Certified Mail Number: 7008 1830 0003 1984 5515

Elizabeth Ann Nguyen 1324 Bernardo CT NE Albuquerque, NM 87113

Certified Mail Number: 7008 1830 0003 1984 5508

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

Off-Lease Measurement

Conditions of Approval

Approval of off-lease measurement is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in sales method or location of the Sales point.
- 2. This agency shall be notified of any spill or discharge as required by NTL-3A. No gas may be vented without proper measurement and prior approval. Any gas vented must be flared.
- 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 is subject to like approval by the New Mexico Oil Conservation Division.
- 5. Additional wells and/or leases require additional approvals.
- 6. 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.
- 7. Approval for off-lease measurement 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.
- 8. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "standard Environmental Colors" Shale Green, Munsell Soil Color No. 5Y 4/2.