OCD-ARTESIA

Fore 3160-5 (February 2005)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROV	ΈD
OMB No. 1004-0	137
Evnires: March 31	2007

5. Lease Serial No.

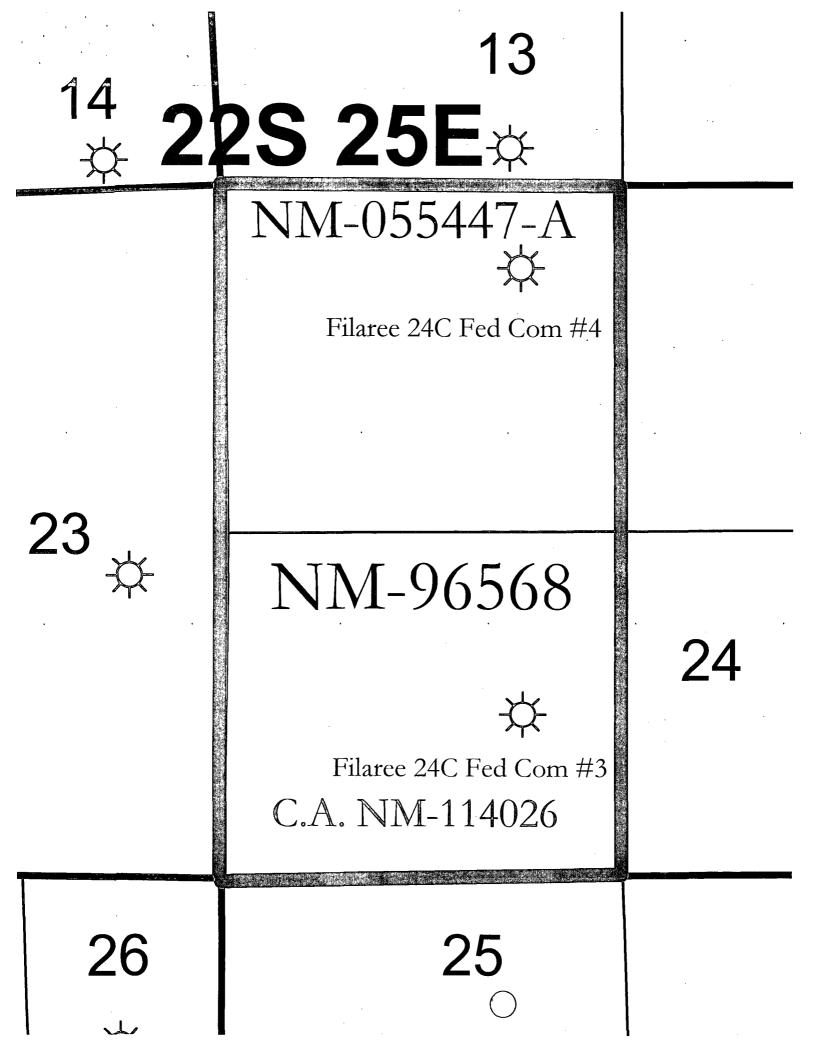
NMNM-055477-A

05544774

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.				6. If Indian, Allottee or Tribe Name				
SUBMIT IN TRIPLICATE – Other instructions on page 2.				7. If Unit of CA/Agreement, Name and/or No.				
1. Type of Well Oil Well Gas Well Other				8. Well Name and No. Filaree 24C Federal Com 4				
2. Name of Operator Devon Energy Production Co., LP					9. API Well No. 30-0	15-34446		
3a. Address 3b. Phone No. (include area code) 20 North Broadway OKC, OK 73102 (405)- 552-4524				le)	10. Field and Pool or Exploratory Area 78060 Happy Valley; Morrow (GAS)			
4. Location of Well (Footage, Sec., T., I Unit C, 660' FNL & 1980' FWL, Section 24, T228		1)			11. Country or Parish, State Eddy County, NM			
12. CHEC	K THE APPROPRIATE BO	OX(ES) TO INDICA	TE NATURE	OF NOTIC	E, REPORT OR OTH	IER DATA		
TYPE OF SUBMISSION			TYF	PE OF ACT	ION			
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture 7		Recla	action (Start/Resume)	□ we	ell Integrity	
Subsequent Report	Casing Repair Change Plans	☐ New Cons			mplete orarily Abandon	∟ Otl	Measurement & Sales	
Final Abandonment Notice	Convert to Injection	Plug Back	ζ	Wate	r Disposal			
Devon Energy Production Co., LLP will flow through a stack-pak 1st and location. The gas will then flow to th which is located 915.7 feet North of to the gas line and reported gas volude.	respectfully requests per I then the Compressor Aj e Filaree 24C Federal Co the Filaree 24 C Federal	ax DPC 60 SN 710 m 4 Check Meter (Com 4 Well in sect	61 (the complocated next tion 13 T22S	pressor has to the CDF R25E, Edd	s no fuel meter, we o P) and then to the Er dy County, New Mex	calculate thaterprise Colors, No ot	ne fuel usage) located on DP Sales Meter # 68705 her wells are connected	
Waste is not induced and no correla	itive rights are impaired.							
The working interest, royalty interes	t and overriding royalty in	terest owners are r	not identical;	parties hav	ve been notified via			
ROW will or has already been obtain	SEE	ATTACHI IDITIONS	ED FOR OF API	R PROV		DE	CEIVED C 1 6 2010 CD ARTESIA	
 I hereby certify that the foregoing is to Name (Printed/Typed) Melanie Crawford 	rue and correct.	Tit	tle Regulato	ry Analyst				
Signature W. O. J.	ē (law)	old Da	te - 11/3	30/2	010			
	THIS SPACE	FOR FEDERA	L OR STA	ATE OFF	ICE USE			
Approved by /s/ JD \	Whitlock Jr		Title LA	PET		Date /Z	7-14-10	
Conditions of approval, if any, are attached that the applicant holds legal or equitable t			y	FO		Date		

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,

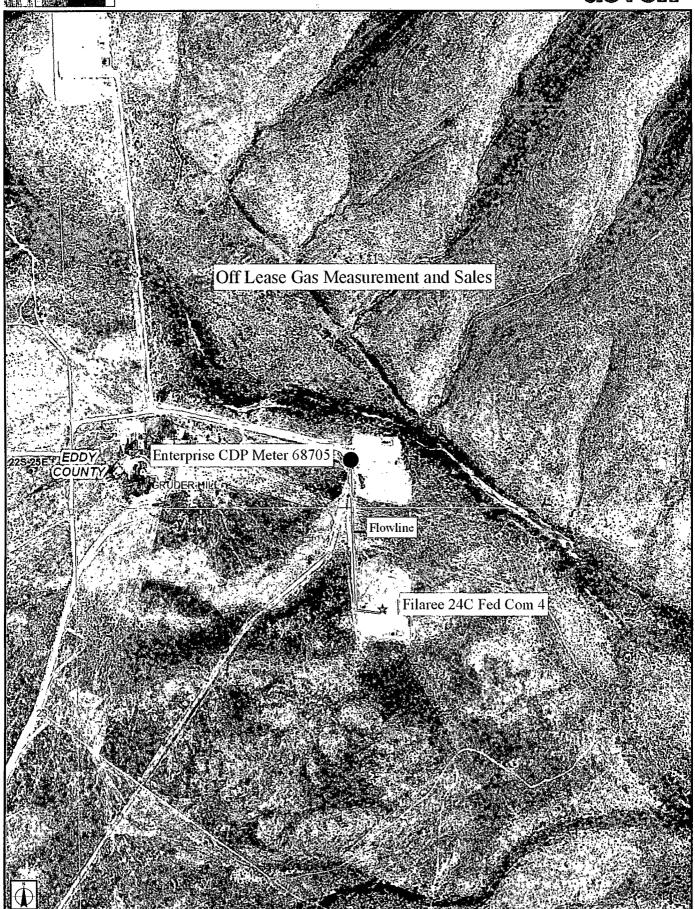
fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

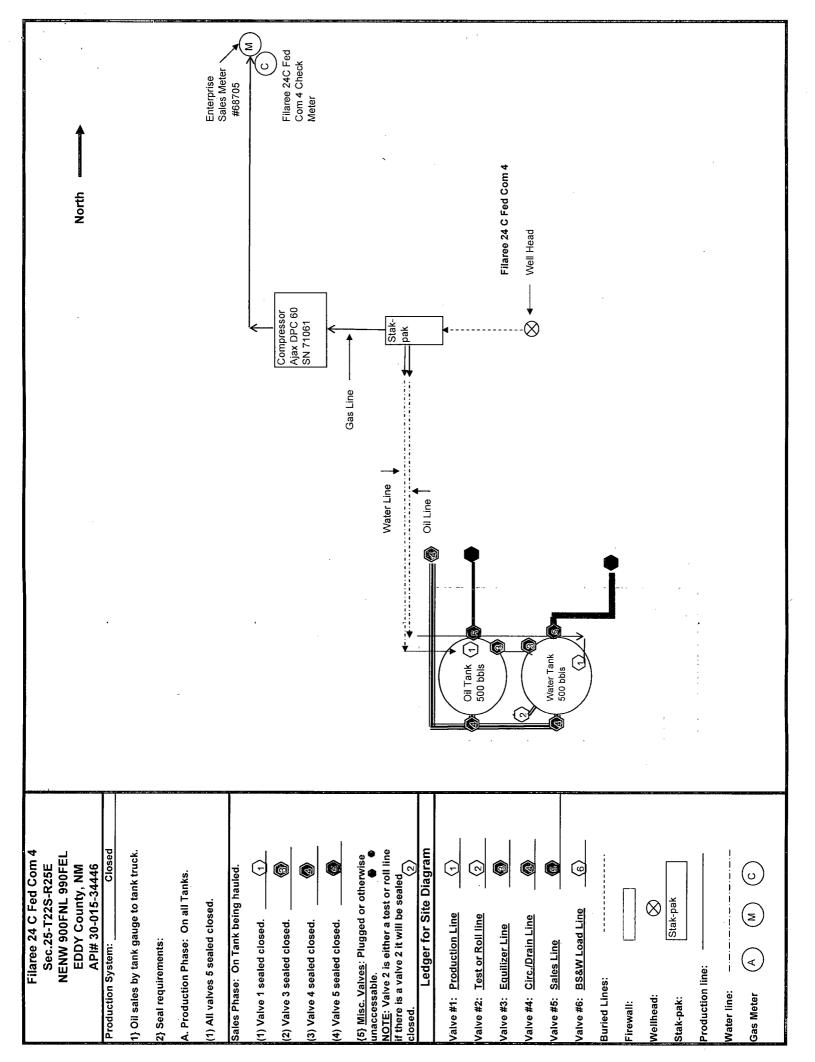




Devon GIS Intranet Mapping

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 29, 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

Filaree 24C Federal Com 4

API # 30-015-34446 Sec 24-T22S-R25E

Lease: NMNM-054477-A; CA NM-114026

Happy Valley; Morrow (GAS) - Pool Code: 78060

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.

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

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPÉ	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:** [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] 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 Injection - Disposal - Pressure Increase - Enhanced Oil Recovery [C] □ WFX □ PMX □ SWD □ IPI □ EOR □ PPR Other: Specify Off Lease Gas Sales [D]**NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or \(\subseteq \text{Does Not Apply} \) [2] [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, Waivers are Attached [F][3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE. **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 Regulatory Analyst 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
87505

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.

APPLICA	ATION FOR S	URFACE	COMMINGLING	(DIVERSE	OWNERSHIP)	•
OPERATOR NAME:						
OPERATOR ADDRESS:	20 North Broadway, Ste 1500					
APPLICATION TYPE:						
☐ Pool Commingling ☐ Lease	Commingling Po	ool and Lease Co	mmingling Soff-Lease	Storage and Measur	ement (Only if not Surface	e Commingled)
LEASE TYPE:		⊠ Fede				
Is this an Amendment to exis						
Have the Bureau of Land Ma	nagement (BLM)	and State Land	d office (SLO) been not	ified in writing o	of the proposed comm	ingling
2,103	Pleas		OL COMMINGLIN ts with the following in			
	Graviti	ies / BTU of	Calculated Gravities /		Calculated Value of	
(1) Pool Names and Codes	t t	ommingled	BTU of Commingled Production		Commingled Production	Volumes
		•	_			
,		1				<u></u>
(2) Are any wells producing a (3) Has all interest owners bed			onosed commingling?	□Yes □No.		
(4) Measurement type:	fetering Other	(Specify)				
(5) Will commingling decreas	e the value of produc	tion? \(\sum \) Yes	☐No If "yes", descri	be why commingli	ing should be approved	
	Pleas		SE COMMINGLIN ts with the following in			
(1) Pool Name and Code		<u>.</u>				
(2) Is all production from sam(3) Has all interest owners beer				□Yes □N	_	
4 1 1		• •	posed comminging:	∐Yes ∐N	O	
(4) Measurement type:						
(C) POOL and LEASE COMMINGLING						
(1) Complete Sections A and I		e attach sheet	ts with the following in	itormation		
(1) Complete Sections A and	J.					
(D) OFF-LEASE STORAGE and MEASUREMENT						
Please attached sheets with the following information						
(1) Is all production from same source of supply? Yes No						
(2) Include proof of notice to all interest owners.						
(E) ADDITIONAL INFORMATION (for all application types)						
Please attach sheets with the following information						
(1) A schematic diagram of facility, including legal location.						
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.						
(3) Lease Names, Lease and Well Numbers, and API Numbers.						
I hereby certify that the information above is true and complete to the best of my knowledge and belief.						
SIGNATURE: Malouro Cond TITLE: Regulatory Analyst DATE: 11/30/10						
TYPE OF PRINTING Melania Crawford						

Submit 3 Copies To Appropriate District Office	State of New Mexico Energy, Minerals and Natural Resources	Form C-103 May 27, 2004
. <u>District I</u> 1625 N. French Dr., Hobbs, NM 88240	Energy, Minierals and Natural Resources	WELL API NO.
<u>District II</u> 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION DIVISION	30-015-34446 5. Indicate Type of Lease
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.	FED ⊠ STATE ☐ FEE ☐
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 87505	6. State Oil & Gas Lease No. NMNM-055477-A; CA NM-14026
SUNDRY NOTION (DO NOT USE THIS FORM FOR PROPOS	CES AND REPORTS ON WELLS ALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A ATION FOR PERMIT" (FORM C-101) FOR SUCH	7. Lease Name or Unit Agreement Name Filaree 24C Fed Com
	Gas Well 🛛 Other 🗌	8. Well Number 4
2. Name of Operator Devon Energy P	roduction Company, LP	9. OGRID Number 6137
3. Address of Operator 20 North Broadway Oklahoma Cit		10. Pool name or Wildcat Happy Valley; Morrow (GAS)
4. Well Location (See Below)	(100) 332 1321	Tappy valley, filetton (G118)
Unit Letter_C:_660	feet from the North line and 1980 with line and 1980 to l	NMPM Eddy County New Mexico
Pit or Below-grade Tank Application on	Closure 🗌	
Pit typeDepth to Groundwa	terDistance from nearest fresh water well	_ Distance from nearest surface water
Pit Liner Thickness: mil	Below-Grade Tank: Volumebbls	; Construction Material
12. Check A	ppropriate Box to Indicate Nature of Not	ice, Report or Other Data
NOTICE OF IN PERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING OTHER: Off Lease Gas Measurer	PLUG AND ABANDON	DRILLING OPNS. P AND A
	OTHER:	
		s, and give pertinent dates, including estimated dates: Attach wellbore diagram of proposed completion
Com 4. Produced gas will flow throumeter, we calculate the fuel usage) lo to the CDP) and then to the Enterpris Well in section 13 T22S R25E, Eddy	e CDP Sales Meter # 68705 which is located 915.	DPC 60 SN 71061 (the compressor has no fuel aree 24C Federal Com 4 Check Meter (located next 7 feet North of the Filaree 24 C Federal Com 4 cted to the gas line and reported gas volumes are the
Waste is not induced and no correlati	ve rights are impaired.	
The working interest, royalty interest (see attached).	and overriding royalty interest owners are not ide	entical; parties have been notified via certified mail
ROW will or has already been obtain	ed.	
I hereby certify that the information a grade tank has been/will be constructed or c	bove is true and complete to the best of my know losed according to NMOCD guidelines , a general perm	ledge and belief. I further certify that any pit or belowit or an (attached) alternative OCD-approved plan
SIGNATURE Word	TITLE_Regulatory Ana	lyst DATE \\\\30\\\O
Type or print name: Melanie Crawf For State Use Only		
APPROVED BY: Conditions of Approval (if any):	TITLE	DATE



December 2, 2010

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Interest Owners

Re: Off Lease Gas Measurement & Sales Application Filaree 24C Federal Com 4 Sec 24, T22S, R25E API # 30-015-34446 Pool 78060 - Happy Valley; Morrow (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

Mona L Coffield PO Box 8028 Santa Fe, NM 87504

Certified Mail Number: 7008 1830 0003 1982 7146

Unit Petroleum Company Ref: Div 52 (Liles) Dept 247 Tulsa, OK 74182

Certified Mail Number: 7008 1830 0003 182 7153

Yates Petroleum Corporation Kathy H Porter AIF 105 South 4th Street Artesia, NM 88210

Certified Mail Number: 7008 1830 0003 1982 6804

George G Vaught Jr PO Box 13557 Denver, CO 80201-3557

Certified Mail Number: 7008 1830 0003 1982 6798

Read & Stevens Inc PO Box 1518 Roswell, NM 88202

Certified Mail Number: 7008 1830 0003 1982 6781

EOG Resources Inc PO Box 840321 Dallas, TX 75284-0321

Certified Mail Number: 7008 1830 0003 1982 6774

Minerals Management Service Royalty Management Program PO Box 5810 Denver, CO 80217-5810

Certified Mail Number: 7008 1830 0003 1982 6767

Pitch Energy Corp PO Box 227 Artesia, NM 88211-0227

Certified Mail Number: 7008 1830 0003 1982 6750

Kingdom Investments Limited 1601 Elm Street Ste 3400 Dallas, TX 75201-7201

Certified Mail Number: 7008 1830 0003 1982 6743

Lowe Royalty Partners LP PO Box 4887 Dept 4 Houston, TX 77210-4887

Certified Mail Number: 7008 1830 0003 1982 6736

Jareed Partners Ltd A Texas Limited Partnership PO Box 51451 Midland, TX 79710-1451

Certified Mail Number: 7008 1830 0003 1982 6293

Cimarex Energy Company #774031 4031 Solutions Center Chicago, IL 60677-4000

Certified Mail Number: 7008 1830 0003 1982 6286

GoldKing Energy Partners I LP One Shell Plaza 910 Louisiana St, Ste 5030 Houston, TX 77002

Certified Mail Number: 7008 1830 0003 1982 6903

Robert N Enfield Irrevoc Trust Wells Fargo Bank BBA Trustee PO Box 5383 Denver, CO 80217-5383

Certified Mail Number: 7008 1830 0003 1982 7467

Betty A Lamb, Sep Prop The First Nat'l Bank as Agent PO Box AA Artesia, NM 88211-7526

Certified Mail Number: 7008 1830 0003 1982 7474

N Raymond Lamb Test Trust - Betty A Lamb, Nancy Lamb, Noelle Lamb, Sally Lamb, Chumbley & Penelope Lamb, ttees The First Nat'l Bank as Agent PO Box AA

Artesia, NM 88211-7526

(24)

Certified Mail Number: 7008 1830 0003 1982 7481

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

Certified Mail Number: 7008 1830 0003 1982 7498

Estate of David Goodnow, Edward B Goodnow Executor % James Corrie 209 E Raymond Ave Alexandria, VA 22301

Certified Mail Number: 7008 1830 0003 1982 7504

Robro Royalty Partners Ltd DBA RRP 2001 Ltd PO Box 671099 Dallas, TX 75367-1099

Certified Mail Number: 7008 1830 0003 1982 7511

Sandra Mary Thoma A Single Woman 789 W Hellsgate Dr Strawn, TX 76475

Certified Mail Number: 7008 1830 0003 1982 7528

Energy Royalties LLC PO Box 271165 Houston, TX 77277-1165

Certified Mail Number: 7008 1830 0003 1982 7535

Bitter End Royalties LP PO Box 671099 Dallas, TX 75367-1099

Certified Mail Number: 7008 1830 0003 1982 7542

Rave Energy Inc 910 Louisiana St, Ste 5030 . Houston, TX 77002

Certified Mail Number: 7008 1830 0003 1982 7368

John L Thoma PO Box 863418 Plano, TX 75086

Certified Mail Number: 7008 1830 0003 1982 7375

Curtis A Anderson Edna I Anderson, AS JT WROS 3807 S C R 1135 Midland, TX 79701

Certified Mail Number: 7008 1830 0003 1982 7382

Collins & Ware Inc 508 West Wall, Suite 1200 Midland, TX 79701

Certified Mail Number: 7008 1830 0003 1982 7399

H S Ross & Henry S Ross Trustee 124 Monarch Bay South Laguna, CA 92677

Certified Mail Number: 7008 1830 0003 1982 7405

Herbert E Ware III PO Box 3601 Midland, TX 79702

Certified Mail Number: 7008 1830 0003 1982 6699

Paul R Barwis % Dutton Harris & Co PO Box 230 Midland, TX 79702

Certified Mail Number: 7008 1830 0003 1982 6682

Hayes Land LP PO Box 51510

Midland, TX 79710-1510

Certified Mail Number: 7008 1830 0003 1982 6705

Hayes Land & Production LP PO Box 51407 Midland, TX 79710-1510

Certified Mail Number: 7008 1830 0003 1982 6712

James A Allega 43096 Warwick Drive Bryan, TX 77802-5661

Certified Mail Number: 7008 1830 0003 1982 6729

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

Certified Mail Number: 7008 1830 0003 1982 6897

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 6880

Bryan Bell Family Ltd Pshp %Bryan Bell – General Partner 1331 Third Street New Orleans, LA 70130

Certified Mail Number: 7008 1830 0003 1982 6873

Richard L Griffith 640 Alta Vista St, Apt 302 Santa Fe, NM 87505-4106

Certified Mail Number: 7008 1830 0003 1982 6866

Jack C Hale PO Box 634 Thayne, WY 83127

Certified Mail Number: 7008 1830 0003 1982 6859

Sanford J Hodge, III 4323 Gilbert Ave, Villa #2 Dallas, TX 75219-2209

Certified Mail Number: 7008 1830 0003 1982 6842

Joseph Randall Hodge PO Box 5238 Austin, TX 78763

Certified Mail Number: 7008 1830 0003 1982 6835

Charles C Johnston %Ultraclenz Corporation 1440 W Indiantown Rd, Ste 350 Jupiter, FL 33458-7925

Certified Mail Number: 7008 1830 0003 1982 6828

Ruby F Kawasaki 734 Kalanipuer St Honolulu, HI 96825

Certified Mail Number: 7008 1830 0003 1982 6811

E F Kirashige Trust I M Kurashige, Trustee 2934 Oahu Ave Honolulu, HI 96822-1730

Certified Mail Number: 7008 1830 0003 1982 6606

Dennis I Maehara Trust 439-A Wyllie St Honolulu, HI, 96817

Certified Mail Number: 7008 1830 0003 1982 6590

Lester G Naito 98-1370 Kanohi Street Aiea, HI 96701

Certified Mail Number: 7008 1830 0003 1982 6583

Alphonso Ragland 6936 Helsem Way Dallas, TX 75230

Certified Mail Number: 7008 1830 0003 1982 6576

Adolph P Shuman 2701 16th St San Francisco, CA 94104

Certified Mail Number: 7008 1830 0003 1982 6569

Space Building Corp PO Box 283 East Tauton, MA 02718-0283

Certified Mail Number: 7008 1830 0003 1982 6552

J Frederick Van Vranken Jr PO Box 264 Jericho, NY 11753

Certified Mail Number: 7008 1830 0003 1982 6668

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 6644

Taurus Royalty LLC % Robert B Payne Jr PO Box 1477 Little Elm, TX 75068-1477

Certified Mail Number: 7008 1830 0003 1982 6637

Vendetta Royalty Partners Ltd, Vendetta Royalty MGMT LLC General Partner, Robert A Helms Mngr

PO Box 141638 Austin, TX 78714-1638

Certified Mail Number: 7008 1830 0003 1982 6620

Irene Mcisaac 3452 Lyrac St Oakton, VA 22124-2213

Certified Mail Number: 7008 1830 0003 1982 6613

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.