

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order PLC-311
July 30, 2008

Devon Energy Production Company, L.P.
20 North Broadway
Oklahoma City, OK 73102

Attention: Judith A. Barnett

The applicant, Devon Energy Production Company, L.P. ("Devon") is hereby authorized to surface commingle oil and gas production from the following pools and wells located on two federal lease(s), all in Section 25 of Township 22 South, Range 30 East, NMPM, Eddy County, New Mexico.

Pools:

Los Medanos; Bone Spring (40295), Southeast Quahada Ridge; Delaware (50443), and South Los Medanos; Wolfcamp (96336)

Federal Lease: NM91509:

Apache 25 Federal Well No. 5 (API 30-015-32720) Unit I, 40 acres, SE Quahada Ridge; Delaware Pool
Apache 25 Federal Well No. 9 (API 30-015-32797) Unit J, 40 acres: South Los Medanos; Wolfcamp Pool


Federal Lease: NM89502:

Apache 25 Federal Well No. 2 (API 30-015-27478) Unit P, 40 acres: Los Medanos; Bone Spring Pool
Apache 25 Federal Well No. 6 (API 30-015-29894) Unit P, 40 acres: SE Quahada Ridge; Delaware Pool
Apache 25 Federal Well No. 10H (API 30-015-35597) SHL in Unit P, BHL in Unit M
160 acre project area [S/2 S/2 of Section 25]: Southeast Quahada Ridge; Delaware Pool

The operator is allowed to use periodic well testing for allocation of oil and gas to the respective wells - as long as ownership between these wells and pools remains identical as defined in Rule 303. All meters shall be calibrated at least every six months.

The oil and gas sales point for this commingled production shall be located within Unit P of Section 25, Township 22 South, Range 30 East near the Apache 25 Federal Well No. 6.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Division's district office upon commencement of commingling operations.


MARK E. FESMIRE, P.E.,
Division Director

MEF/wvj
cc: Oil Conservation Division - Artesia
Bureau of Land Management - Carlsbad

