OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

COMMINGLING ORDER PC-935

Devon Energy Corporation 20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260

Attention: Mr. Gerald T. Pepper

LEASE NAME:

Todd '13K' Federal Well No.11 (Sand Dunes Cherry Canyon)

DESCRIPTION:

SW/4, and;

LEASE NAME:

Todd '13N' Federal Well No.14 (Ingle Wells Delaware)

DESCRIPTION: SW/4,

both in Federal Lease No.NM-0404441, Section 13, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico,

The above-named company is hereby authorized to commingle Sand Dunes Cherry Canyon (53810) and Ingle Wells Delaware (33745) Pool production in a common tank battery and to determine the production from each pool by well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further the operator shall notify the Santa Fe Office of the Division in the event any well in the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate.)

FURTHER: The operator shall notify the Artesia District Office of the Division upon implementation of the commingling process.

NOTE: Commingled production shall be stored at the tank Todd '13BC' tank battery facility located in Section 13, Township 23 South, Range 31 East, Eddy County, New Mexico.

REMARKS: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

NOTE: <u>Validation of this authority shall be accomplished by like approval by the U.S. Bureau of Land Management</u>.

DONE at Santa Fe, New Mexico, on this 4th day of June, 1996.

WILLIAM J. EMAY, Director

WJL/BES

cc: Oil Conservation Division - Artesia

Bureau of Land Management - Carlsbad