

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-765
Administrative Application Reference No. pMAM1524554360

September 23, 2015

DEVON ENERGY PRODUCTION COMPANY, L.P.

Attention: Ms. Erin Workman

Devon Energy Production Company, L.P. (OGRID 6137) is hereby authorized to surface commingle oil and gas production from Airstrip; Bone Spring Pool (960) from the following leases and wells in Lea County, New Mexico:

Lease: State Com. for the Tin Cup 36 State Com. Well No. 2H
Description: S/2 N/2 of Section 35 and SW/4 NW/4 of Section 36, Township 18 South, Range 34 East, NMPM
Well: Tin Cup 36 State Com. Well No. 2H

Lease: State Com. for the Butter Cup 36 State Com. Well No. 3H
Description: S/2 N/2 of Section 36, Township 18 South, Range 34 East, NMPM
Well: Butter Cup 36 State Com. Well No. 3H

The combined project area for these wells include the S/2 N/2 of Section 35, and the S/2 N/2 of Section 36, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Tin Cup 36 State Com. Well No. 2H Central Tank Battery (CTB), located in Unit E, Section 36, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from each of the diversely-owned leases shall be separately metered using allocation meters.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2).

Subsequently drilled wells that produce from the subject pool within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

Administrative Order CTB-765
Devon Energy Production Company, L.P.
September 23, 2015
Page 2 of 2

The operator shall notify the Hobbs District office of the Division prior to implementation of the commingling operations.

Done at Santa Fe, New Mexico, on September 23, 2015.



DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division – Hobbs
New Mexico State Land Office – Oil, Gas, and Minerals