

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-825
Administrative Application Reference No pKSC1715648575

June 27, 2017

DEVON ENERGY PRODUCTION COMPANY, L.P.

Attention Ms Erin Workman

Devon Energy Production Company, LP (OGRID 6137) is hereby authorized to surface commingle oil and gas production from the Lusk; Bone Spring Pool (pool code 41440) located in Section 7, Township 19 South, Range 32 East, NMPM, Lea County, New Mexico,

Lease Federal Lease NMNM 104685
Description Lot 3, N/2 SE/4, and NE/4 SW/4 (N/2 S/2 equivalent) of Irregular Section 7, Township 19 South, Range 32 East, NMPM
Well Taylor Draw 7 Federal Well No 1H API 30-025-41146

Lease Federal Communitization Agreement CA NMNM 135835
Description Lot 4, S/2 SE/4, and SE/4 SW/4 (S/2 S/2 equivalent) of Irregular Section 7, Township 19 South, Range 32 East, NMPM
Well Taylor Draw 7 Federal Com Well No 2Y API 30-025-42693

The combined project area for these wells include the S/2 of Irregular Section 7, Township 19 South, Range 32 East, NMPM, Lea County, New Mexico

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Taylor Draw 7 Federal Well No 1H Central Tank Battery (CTB), located in Lot 3 (NW/4 SW/4 equivalent), of Irregular Section 7, Township 19 South, Range 32 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows

The oil and gas production from the A Taylor Draw 7 Federal Well No 1H and Taylor Draw 7 Federal Com Well No 2Y shall be continuously metered before commingling

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

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 June 27, 2017



DAVID R. CATANACH
Director

DRC/mam

cc Oil Conservation Division – Hobbs
Bureau of Land Management – Carlsbad