



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER CTB-535-B

Southwestern Energy Production Company
2350 N. Sam Houston Parkway East
Houston, Texas 77032

Attention: Ms. Vonnie J. Cermin

The above named company is hereby authorized to commingle and sell off-lease Southwest Willow Lake-Delaware (Oil - 96855) Pool gas production from the following Eddy County, New Mexico leases:

Devon Fee Lease

Falcon "10" Well No. 1 API No. 30-015-32571

Red Tailed Hawk "10-H" Well No. 1 API No. 30-015-32773

Description: S/2 NE/4, N/2 SE/4, SW/4 SE/4, N/2 NW/4 and SW/4 NW/4 of Section 10;

State Lease No. VA-1722

Peregrine "10" Well No. 1 API No. 30-015-32312

Description: SE/4 SE/4, W/2 SW/4, SE/4 SW/4, and N/2 NE/4 of Section 10;

State Lease No. V-5284

Eagle "4" State Well No. 1 API No. 30-015-32569

Description: S/2, E/2 NE/4 and NW/4 of Section 4; and

Devon Fee Lease & Federal Lease No. NM-92171

Shrike Federal "10-H" Well No. 1 API No. 30-015-32914

Description: NE/4 SW/4 of Section 10;

all located in Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico.

Gas, and water production shall be separately measured for each lease and allocated to each well within each lease based on periodic well tests. Oil shall not be commingled.

Gas production shall be commingled and sold from a CDP located in the SW/4 of Section 3, Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico.

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FURTHER: It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Artesia district office of the Division prior to implementation of commingling operations.

DONE at Santa Fe, New Mexico, on this 11th day of March 2004.

Lori Wrottenberg, by DRC
LORI WROTENBERY
Director

LW/DRC

cc: Oil Conservation Division - Artesia
State Land Office - Mineral Resources Division
Bureau of Land Management-Carlsbad