

NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

ADMINISTRATIVE ORDER OLS-181

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

Attention: Ms. Candace Graham

The above named company is hereby authorized to commingle East Catchlaw Draw Delaware (10500) Pool production from the following wells:

Lease: Devon Federal Well No.3 (Federal Lease No.NM-0400877)
Description: SW/4 NE/4, and,

Lease: Cactus '9B' Federal Well No.2 (Federal Lease No.NM-0400877)
Description: NW/4 NE/4,

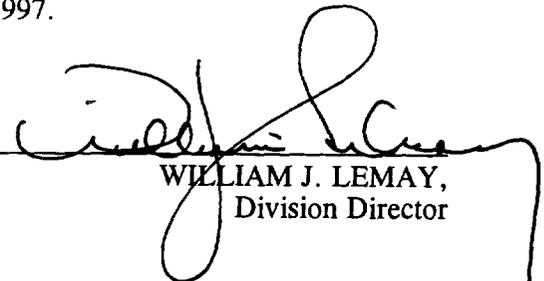
both located in Section 9, Township 21 South, Range 26 East, NMPM, Eddy County, New Mexico.

The aforementioned production is to be transported prior to measurement at the gas sales meter facility located in Unit Letter 'C' of Section 16, Township 21 South, Range 26 East, NMPM, Eddy County, New Mexico. Such gas production shall be allocated to the above described lease by separate orifice meter measurement at each well. Liquid production will not be commingled.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and there shall be no intercommunication of the handling, separating, treating or storage facilities designated to the above lease with any other lease prior to a central sales meter.

FURTHER: The operator shall notify the Artesia district office of the Division prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 29th day of September, 1997.


WILLIAM J. LEMAY,
Division Director

WJL/BES

cc: Oil Conservation Division - Artesia
State Land Office - Oil & Gas Division
Bureau of Land Management - Carlsbad
