Devon Energy Corporation 333 West Sheridan Avenue Oklahoma City, OK 73102-5010

January 6, 2021

Dean McClure
Petroleum Specialist
New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive Santa Fe, New Mexico 87505
(505) 476-3471

Re: Central Tank Battery

MALDIVES 15 CTB 1

Sec.,T, R: NWNW, S15, T23S, R31E

Lease: NMNM081953, NMNM0405444, NMNM0405444A,

NMNM077046, NMNM0418220A

Pool: [40295] LOS MEDANOS; BONE SPRING

& [33840] JAMES RANCH; BONE SPRING

County: Eddy Co., New Mexico

Dear Mr. McClure:

Please find attached the OCD Form C-107B Notice of Intent for a Central Tank Battery of the aforementioned wells. This is application is necessary due to diverse leases and pools.

An application was submitted to the BLM, please see attached sundry submittal.

The working interest, royalty interest and overriding royalty interest owners are not identical, therefore notifications have been sent.

Subsequently drilled wells that produce from the subject pools 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.

Should you have any questions or need further assistance, please do not hesitate to contact me at (405) 228-8595.

Sincerely,

Chelsey Green

Regulatory Compliance Professional 333 W. Sheridan Ave. Oklahoma City, OK 73102 (405) 228-8595 Chelsey.green@dvn.com

Enclosures



RECEIVED:	REVIEWER:	TYPE:	APP NO:	
		ABOVE THIS TABLE FOR OCD	DIVISION USE ONLY	
		O OIL CONSERV		GIFE OF NEW MORES
1	•	cal & Engineerin	•	•
	220 South St. Fr	ancis Drive, San	fa Fe, NM 8/505	O CONSERVATION DIESE
		RATIVE APPLICAT		
THIS CHECKLIS			CATIONS FOR EXCEPTIONS TO E DIVISION LEVEL IN SANTA F	
Applicant: <u>Devon Ene</u>				Number: <u>6137</u>
Well Name: <u>See atta</u>				
Pool: [40295] LOS MEDANOS	S; BONE SPRING & [3:	3840] JAMES RANCH;	BONE SPRING Pool (Code 40295 & 33840
SUBMIT ACCURATE AND	COMPLETE INFORM	MATION REQUIRED TO BELOW	O PROCESS THE TYPE (OF APPLICATION INDICATED
1) TYPE OF APPLICATION	N. Chack those	which apply for [4	Δ1	
•		taneous Dedication	•	
□NSL			SP(proration unit)	D
B. Check one on				
[1] Comminglir DHC	ng – Storage – Med CTB XP		ols Zolm	
			anced Oil Recover	У
			EOR PPR	
0)				FOR OCD ONLY
2) NOTIFICATION REQU			у.	Notice Complete
·	ators or lease ho erridina rovalty o	wners, revenue o\	wners	A result a subtract
	requires publish			Application Content
D. Notification	and/or concurr	ent approval by S	LO	Complete
		ent approval by B	LM	Complete
F. Surface ow		f natification or n	ublication is attach	ad and/or
H. ☐ No notice re	· ·	i nonneanon or pr	oblication is anach	ea, ana/or,
	99			
3) CERTIFICATION: I here				
	-	<u>=</u>	~	and that no action will be
taken on this applicat	rion until the requir	ea information and	notifications are sub	mitted to the Division.
Note: Stat	ement must be comple	eted by an individual wit	h managerial and/or supe	rvisory capacity.
			01/06/2021	
Chelsey Green			Date Date	_
Print or Type				
Name			405-228-8595	
2			Phone Number	
(helsey/ Drein)		chelsey.greer	@dvn.com
Signature Drein			e-mail Addre	ess

District IV

<u>District I</u> 1625 N. French Drive, Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210

1220 S. St Francis Dr, Santa Fe, NM 87505

Energy, Minerals and Natural Resources Department District III 1000 Rio Brazos Road, Aztec, NM 87410

Form C-107-B Revised August 1, 2011

OIL CONSERVATION DIVISION

State of New Mexico

1220 S. St Francis Drive Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

		COMMINGLING	(DIVERSE	OWNERSHIP)	
	nergy Production (
OPERATOR ADDRESS: 333 W S APPLICATION TYPE:	heridan Avenue, C	Oklahoma City, OK	73102		
	g Pool and Lease Co	mmingling DOff-Lease	Storage and Massu	rement (Only if not Surface	Commingled)
_			Storage and Medsul	ement (Only II not Sulface	. commingicu)
LEASE TYPE: Fee Is this an Amendment to existing Order			he annronriate C	order No	
Have the Bureau of Land Management Yes No					ingling
		L COMMINGLIN s with the following in			
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
See attachments					
(2) Are any wells producing at top allowards (3) Has all interest owners been notified by (4) Measurement type: ☑Metering [(5) Will commingling decrease the value of (5) Will commingling decrease the value of (6) where (6) is the following the following type of (6) with the following type of (6) is the f	y certified mail of the pro Other (Specify)		XYes ☐No.	ing should be approved	
		SE COMMINGLIN s with the following in			
 Pool Name and Code. Is all production from same source of an example. Has all interest owners been notified by the Measurement type: \overline{\text{Metering}} \overline{\text{Metering}} \overline{\text{Constitution}}. \[\overline{\text{Metering}} \overline{\text{Constitution}}. \] 	certified mail of the prop		⊠Yes □N	0	
	(C) POOL and	LEASE COMMIN	GLING		
		s with the following in			
(1) Complete Sections A and E.					
Л) OFF I EASE ST	ORAGE and MEA	CUDEMENT		
(1	,	ets with the following			
(1) Is all production from same source of	supply? Yes XN				
(2) Include proof of notice to all interest of	wners.				
(E) AI		RMATION (for all s with the following in		vpes)	
(1) A schematic diagram of facility, include		y with the lone wing in			
(2) A plat with lease boundaries showing(3) Lease Names, Lease and Well Number	•	ions. Include lease numbe	ers if Federal or Sta	ate lands are involved.	
I hereby certify that the information above is	true and complete to the	best of my knowledge an	d belief.		
SIGNATURE: Chelsey Mrein	_	TLE: Regulatory Profes		DATE:_ 01.06	.2021
TYPE OR PRINT NAME_ Chelsey Green_			TEL	EPHONE NO.:_ 405-22	8-859 <u>5</u>
E-MAIL ADDRESS:_ chelsey.green@dvn.	com				

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018 Lease Serial No.

Do not use to abandoned w	SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an					
abandoned w	6. If Indian, Allottee of	or Tribe Name				
SUBMIT IN	7. If Unit or CA/Agreement, Name and/or No.					
Type of Well ☐ Gas Well ☐ O					8. Well Name and No. MALDIVES 15-27	
Name of Operator DEVON ENERGY PRODUC	Contact:	JENNIFER HARMS rms@dvn.com			9. API Well No. 30-015-45385	
3a. Address 333 W SHERIDAN AVE OKLAHOMA CITY, OK 7310	02	3b. Phone No. (include Ph: 405-552-6560			10. Field and Pool or I JAMES RANCH	Exploratory Area H; BONE SPRING
4. Location of Well (Footage, Sec.,		<u>)</u>			11. County or Parish,	State
Sec 15 T23S R31E NWNW	400FNL 780FWL				EDDY COUNTY	Y, NM
12. CHECK THE A	APPROPRIATE BOX(ES)	TO INDICATE NA	TURE OF	F NOTICE,	REPORT, OR OTH	HER DATA
TYPE OF SUBMISSION			TYPE OF	ACTION		
Notice of Intent ■	☐ Acidize	☐ Deepen		☐ Product	ion (Start/Resume)	☐ Water Shut-Off
_	☐ Alter Casing	☐ Hydraulic F	racturing	☐ Reclam	ation	■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	■ New Constr	ruction	☐ Recomp		
☐ Final Abandonment Notice	☐ Change Plans ☐ Convert to Injection	☐ Plug and Al ☐ Plug Back	oandon	☐ Tempor☐ Water D	arily Abandon	ng
Devon Energy Production Co Commingle/Off Lease Meast attachments. KO LANTA 9-4 FED COM 57	urement for the following 5 18H API: 3001544864 28H API: 3001544865	equests approval for wells going to MALE	a Surface DIVES 15 (e Lease CTB 1. Plea	ase see	
KO LANTA 9-4 FED COM 52 MALDIVES 15-27 FED CON MALDIVES 15-27 FED CON						
MALDIVES 15-27 FED COM	is true and correct. Electronic Submission #	507946 verified by the Y PRODUCTION COM	e BLM Well PAN, sent	Information to the Carls	n System sbad	
MALDIVES 15-27 FED COMMALDIVES 15-27 FED FED COMMALDIVES 15-27 FED	is true and correct. Electronic Submission #	507946 verified by the Y PRODUCTION COM	PAN, sent	to the Carls	n System sbad MPLIANCE ANALY	ST
MALDIVES 15-27 FED COMMALDIVES 15-27 FED	is true and correct. Electronic Submission # For DEVON ENERGY	Y PRODUCTION COM	PAN, sent	to the Carls	sbad	ST
MALDIVES 15-27 FED COMMALDIVES 15-27 FED FED COMMALDIVES 15-27 FED	is true and correct. Electronic Submission # For DEVON ENERGY ER HARMS	Y PRODUCTION COM Title	PAN, sent REGUL/ 03/22/20	ATORY CO	Bad MPLIANCE ANALY	ST
MALDIVES 15-27 FED COMMALDIVES 15-27 FED FED COMMALDIVES 15-27 FED	is true and correct. Electronic Submission # For DEVON ENERGY ER HARMS	Y PRODUCTION COM Title Date	PAN, sent REGUL/ 03/22/20	ATORY CO	Bad MPLIANCE ANALY	ST Date

(Instructions on page 2)

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

APPLICATION FOR CENTRAL TANK BATTERY\OFF LEASE MEASUREMENT, SALES, & STORAGE

Proposal for MALDIVES 15 CTB 1

Devon Energy Production Company, LP is requesting approval for a Lease Commingle & Off Lease Measurement for the following wells, commingling will not reduce the total remaining production's value:

WELL NAME	SHL Location	API	POOL	BLM LEASE %	BLM LEASE %	BLM LEASE %	CA
KO LANTA 9-4 FED COM 518H	P-09-23S-31E	3001544864	LOS MEDANOS; BONE SPRING	NMNM081953	NMNM077046		CA#: USA NMNM 138687
KO LANTA 9-4 FED COM 528H	P-09-23S-31E	3001544865	LOS MEDANOS; BONE SPRING	NMNM081953	NMNM077046		CA#: USA NMNM 138687
	D-15-23S-31E		JAMES RANCH; BONE SPRING				
MALDIVES 15-27 FED COM 231H		3001545385		NMNM0405444	NMNM0405444A	NMNM0418220A	PROPOSED CA
	D-15-23S-31E		JAMES RANCH; BONE SPRING				
MALDIVES 15-27 FED COM 232H		3001545384		NMNM0405444	NMNM0405444A	NMNM0418220A	PROPOSED CA

Lease Breakdown:

NMNM081953-12.5%			
KO LANTA 9-4 FED COM 518H	P-09-23S-31E	3001544864	LOS MEDANOS; BONE SPRING
KO LANTA 9-4 FED COM 528H	P-09-23S-31E	3001544865	LOS MEDANOS; BONE SPRING

NMNM077046-12.5%			
KO LANTA 9-4 FED COM 518H	P-09-23S-31E	3001544864	LOS MEDANOS; BONE SPRING
KO LANTA 9-4 FED COM 528H	P-09-23S-31E	3001544865	LOS MEDANOS; BONE SPRING

NMNM0405444-12.5%			
MALDIVES 15-27 FED COM 231H	D-15-23S-31E	3001545385	JAMES RANCH; BONE SPRING
MALDIVES 15-27 FED COM 232H	D-15-23S-31E	3001545384	JAMES RANCH; BONE SPRING

NMNM0405444A-12.5%			
MALDIVES 15-27 FED COM 231H	D-15-23S-31E	3001545385	JAMES RANCH; BONE SPRING
MALDIVES 15-27 FED COM 232H	D-15-23S-31E	3001545384	JAMES RANCH; BONE SPRING

NMNM0418220A-12.5%			
MALDIVES 15-27 FED COM	D-15-23S-31E		JAMES RANCH;
231H		3001545385	BONE SPRING
MALDIVES 15-27 FED COM	D-15-23S-31E		JAMES RANCH;
232H		3001545384	BONE SPRING

CA's have been submitted:

Ko Lanta 9-4 Fed Com 518H & 528H – These well share the same CA, which covers the E2E2 of Sec. 9 & 4 limited to the Bone Spring formation (319.71 ac HSU)

CA#: USA NMNM 138687

Maldives 15-27 Fed Com 231H & 232H – These wells share the same CA, which covers the entire W2 of Sec. 15, 22 and 27 limited to the Bone Spring formation (960 ac HSU)

• CA#: Pending Approval

Oil & Gas metering:

The central tank battery, Maldives 15 CTB 1, is located in NWNW, S15, T23S, R31E in Eddy County, New Mexico.

Each well is routed to its own 3-phase separator where the full well stream is separated into gas, oil, and water streams. For each well, after separation, gas is measured with an independent, designated orifice meter for allocation, then flows into a gas production line where it is combined with gas from the other wells and flows through an orifice meter for the purpose of gas sales/FMP/Royalty Payment. The oil from the 3-phase separator is measured with an independent, designated Coriolis Meter for allocation. It then combines with the oil production from the other wells, flows into the heater treater(s), then into the Ultra-Low Pressure Separator(s) (ULPS), and into one of the oil tanks. The oil is then pumped out of the common tanks to an oil meter (LACT unit) for the purpose of Sales/FMP/Royalty Payment. The water from the 3-phase separator is measured with an independent, designated Mag meter for allocation, combines with the water from the other wells, then flows into the gun barrel, and into one of the produced water tanks. Flash gas that exits the heater treater(s) and ULPS(s) flows to the Vapor Recovery Unit (VRU). After exiting the VRU, the gas will be measured through a designated orifice meter for allocation.

The central tank battery will have 4 oil tanks and 4 water tanks that all wells will utilize. All wells will have 1 common gas delivery point(s) on location. They will also share 1 common oil delivery point(s) (LACT) on or directly adjacent to location.

Meter Owner / Serial Number:

Well Name	Gas Allocation	Oil Allocation	Gas FMP	Oil FMP	Water Allocation	VRU Allocation
	Meter	Meter			Meter	Meter
KO LANTA 9-4 FED COM 528H	DVN / *	DVN / *	DCP / *	ENLINK / *	DVN / *	DVN / *
KO LANTA 9-4 FED COM 518H	DVN / *	DVN / *	DCP / *	ENLINK / *	DVN / *	DVN / *
MALDIVES 15-27 FED COM	DVN/*	DVN/*	DCP / *	ENLINK /*	DVN/*	DVN/*
231H						
MALDIVES 15-27 FED COM 232H	DVN/*	DVN/*	DCP / *	ENLINK /*	DVN/*	DVN/*

^{*} Meter serial numbers to be provided after construction of facility.

The total of all oil sales meters will be allocated to each well based on the oil allocation meter located downstream of each well's 3-phase separator. Devon will continue to operate and maintain the Coriolis Meter per BLM applicable regulations, notwithstanding further guidance from the local BLM in regards to proving the Coriolis Meter to meet applicable BLM standards. The total of all gas sales meters will be allocated to each well based on the gas allocation meter located downstream of each well's 3-phase separator and the VRU allocation meter. The VRU allocation meter volumes will be allocated to each well based on the oil allocation meter of each well. The BLM and OCD will be notified of any future changes to the facilities.

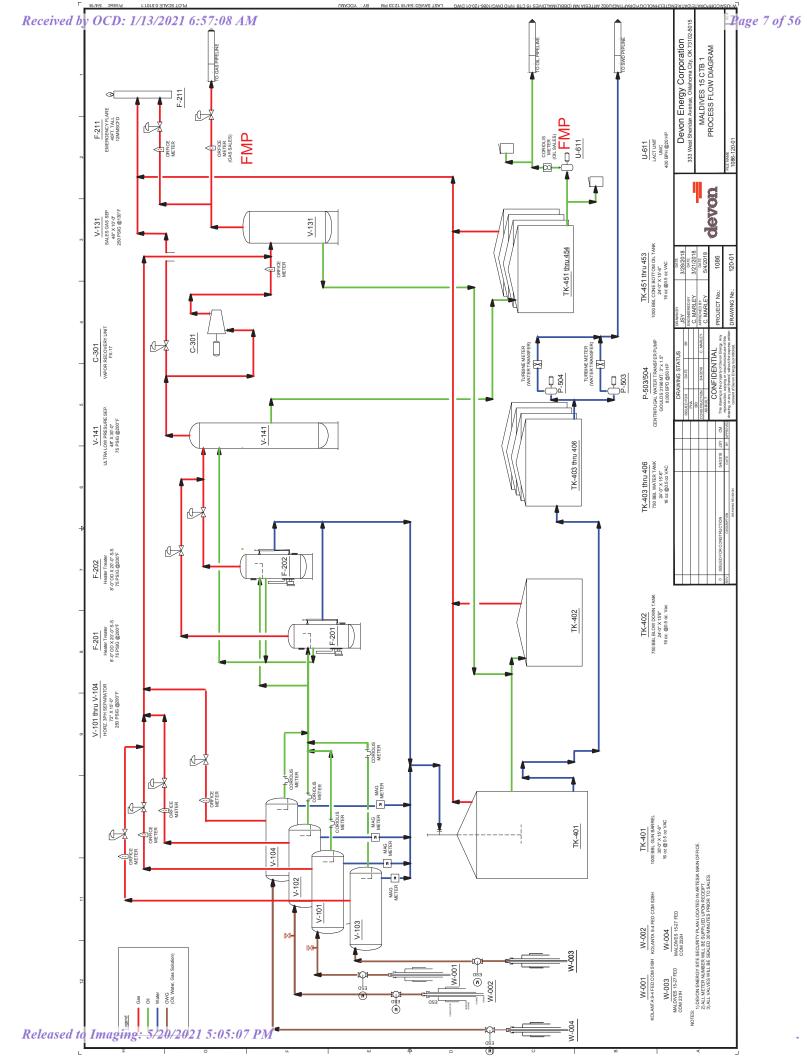
Process and Flow Descriptions:

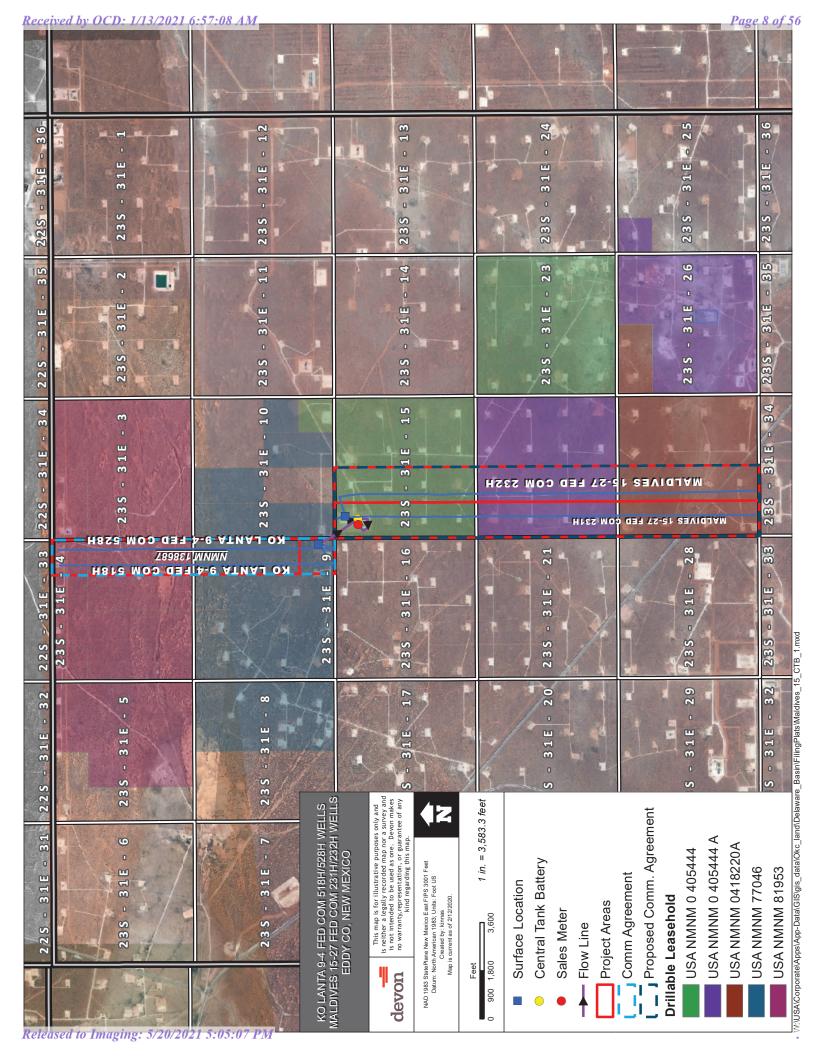
The flow of produced fluids is described above and shown in detail on the enclosed facility diagram, along with a description of each vessel and map which shows the lease boundaries, location of wells, facility, and gas sales meter.

The proposed commingling is appropriate based on the BLM's guidance in IM NMPO 2013-02 & 43 CFR 3173.14. The proposed commingling will maximize the ultimate recovery of oil and/or gas from the federal leases and will reduce environmental impacts by minimizing surface disturbance and emissions. The proposed commingling will reduce operating expenses, as well as, not adversely affect federal royalty income, production accountability, or the distribution of royalty.

Devon Energy Production Company, LP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

Working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached).





District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

Phone: (5/5) 393-6161 Fax: (5/5) 39 District II

811 S. First St., Artesia. NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road. Aztec. NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

UL or lot no.

P

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Revised August 1, 2011

NM OIL CONSERVATION Office ARTESIA DISTRICT

APR U6 2018 REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT_

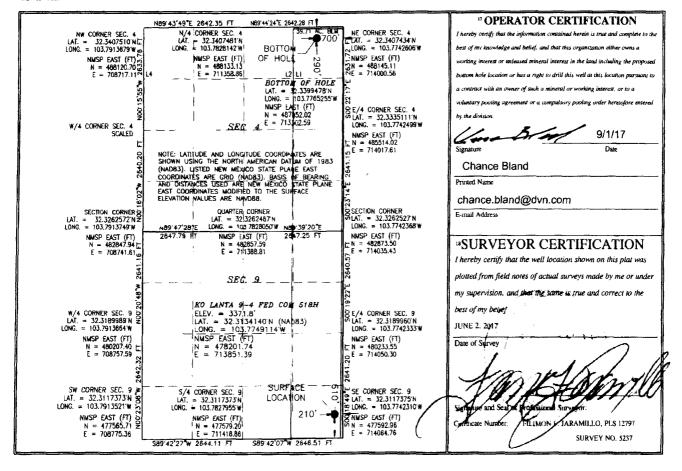
2 API Number	¹ Pool Code	³ Pool Name	³ Pool Name RECEIVED		
30-015-448 9	9 40295	Los Medanos			
* Property Code	5	' Property Name KO LANTA 9-4 FED COM			
321175	KO LAN				
⁷ OGRID No.	* (Operator Name	9 Elevation		
6137	DEVON ENERGY PR	ODUCTION COMPANY, L.P.	3371.8		

Surface Location Township North/South line Feet from the East/West line Section Range Lot Idn Feet from the County 9 23 S SOUTH 210 **EAST EDDY** 31 E 610

" Bottom Hole Location If Different From Surface

UL or lot no.	Section 4	Township 23 S	Range 31 E	Lot Idu	Feet from the 290	North/South line NORTH	Feet from the 700	East/West line EAST	County EDDY
12 Dedicated Acres	13 Joint of	Infill 14 C	onsolidation	Code 15 Or	der No.				***************************************

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



Rup. 4-10-18

NM OIL

ERVATION

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

District IV

State of New Mexico

Ark . 5 2018

Form C-102

District Office

Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION

ent Revised August 1, 2011
RECEIVED it one copy to appropriate

1220 South St. Francis Dr. Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-0/5-4/4	4865	² Pool Code 40295	, Pool Name Los Medanos	
321175		KO LAN	° Well Number 528H	
⁷ OGRID No. 6137			Operator Name ODUCTION COMPANY, L.P.	⁹ Elevation 3372.3

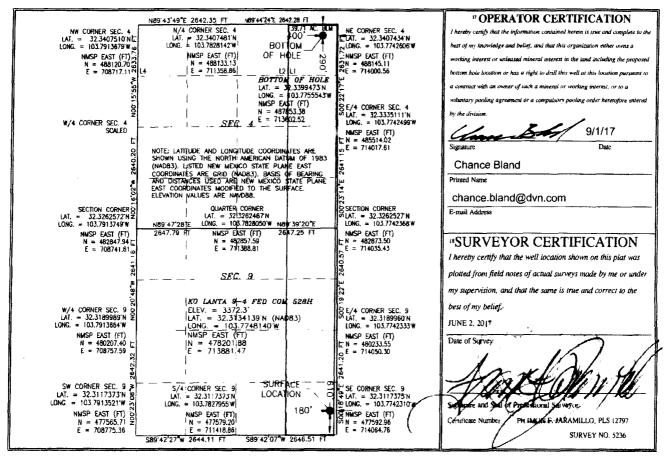
¹⁰ Surface Location

-	UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	P	9	23 S	31 E		610	SOUTH	180	EAST	EDDY
,				u Do	tom Hal	a Lagation If	Different Engl	n Cumfoco		

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1	4	23 S	31 E		290	NORTH	400	EAST	EDDY
¹² Dedicated Acres 320	" Joint or	Infill "C	onsolidation	Code 5 Or	der No.				

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



RW 4-10-18

RECEIVED

District I 1625 N. French Dr., Hobbs, NM \$8240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II \$11 S. First St., Artesia, NM \$8210 Phone: (575) 748-1283 Fax: (575) 748-9720 1000 Rio Brazos Road, Aztec, NM \$7410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

Form C-102

Energy, Minerals & Natural Resources Department 1 2019 Submit one copy to appropriate OIL CONSERVATION DIVISION

DISTRICT II-ARTESIA O.C.D. 1220 South St. Francis Dr.

☐ AMENDED REPORT

Revised August 1, 2011

District Office

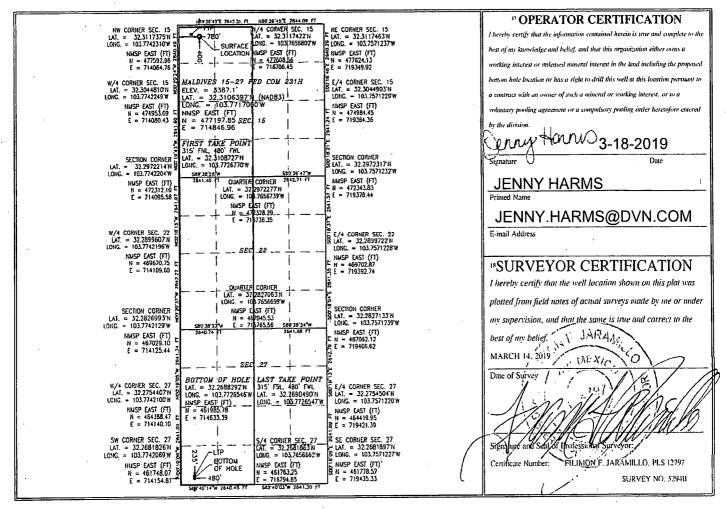
WELL LOCATION AND ACREAGE DEDICATION PLAT

Santa Fe, NM 87505

30-015-453	85 33840	JAMES RANCH; BONESPRING				
Property Code	5 P1	operty Name	⁶ Well Number			
(325991)	MALDIVE	S 15-27 FED COM	231H			
OGRID No.	⁸ Oi	perator Name	⁹ Elevation			
6137	DEVON ENERGY PRO	DDUCTION COMPANY, L.P.	3387.1			

Surface Location Lot Idn Feet from the North/South line Feet from the East/West line County UL or lot no. Section Township Range WEST **EDDY** 400 **NORTH** 780 31 E 23 S D 15 Bottom Hole Location If Different From Surface East/West line Lot Idn Feet from the North/South line Feet from the County UL or lot no. Section Township Range 235 **SOUTH** 480 WEST **EDDY** 23 S 31 E M ¹⁵ Order No. 12 Dedicated Acres 13 Joint or Infill Consolidation Code 960

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



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API#														
DΕ\	rator Nar /ON EN MPANY	IERGY P	RODUC	NOITS	J	ļ.	perty N LDIVE			FED C		RIC	TH-ARTE	SIA O.C.D. Well Number 231H
Kick (Off Point	(KOP)												
UL D	Section 15	Township 23S	Range 31E	Lot	Feet 50		From N		Feet 480) F	rom E/	w	County	,
Latitu 32	ode 2.31160	<u> </u>	1		Longitu		72671		ł				NAD 83	
First	Take Poir	nt (FTP)									. ,			
UL D	Section 15	Township 23S	Range 31E	Lot	Feet 315		From I		Feet 480		rom E/		County	
Latit	J	<u> </u>	1	l	Longitu		 6770	•	4				NAD 83	
Last 1	Take Poin	Township	Range	Lot	Feet		om N/S	Feet		From E/		ount		
M Latiti	27 ude	238	31E		315 Longitu		DUTH	480		WEST	N	DD AD	Y	
32.	269049	00			103.	772	6547				8	3		
ls thi	s well the	e defining v	well for th	e Hori:	zontal S	pacin	ng Uniti	? [NO]				
Is thi	s well an	infill well?		YES										·
	ll is yes p ng Unit.	lease prov	ide API if	availat	ole, Ope	rator	· Name	and v	well n	umber f	or De	fini	ng well fo	or Horizontal
API #					•									٠
Оре	rator Na	me:				Pro	perty i	Name	: .					Well Number
							· · ·							KZ 06/29/201

District I 1625 N. French Dr., Hobbs, NM \$\$240 Phone; (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santo Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe. NM 87505

RECEIVED

Form C-102

tment Revised August 1, 2011

APR 1 2019 Revised August 1, 2011 Energy, Minerals & Natural Resources Department District Office

DISTRICT II-ARTESIA O.C.D.

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-015-4531	24 33840			
⁴ Property Code 3 2 5 99 1	MALDIV	Property Name MALDIVES 15-27 FED COM		
⁷ OGRID No. 6137	DEVON ENERGY P	GPRODUCTION COMPANY, L.P.	⁹ Elevation 3387.8	

Surface Location UL or lot no. Feet from the North/South line East/West line Section Township Range Lot Idn Feet from the County 23 S 31 E 400 **NORTH** 810 WEST **EDDY** n 15 Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 23 S 20 SOUTH 1360 WEST **EDDY** 27 31 E Order No. 13 Joint or Infill 14 Consolidation Code

12 Dedicated Acres 960

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the

division. " OPERATOR CERTIFICATION HAW 38'45'E 2544 09 FT MA 33 42 E 2842 31 F NW CORNER SEC. 15 LAT. = 32.3117375*H-F LONG. = 103.7742310*W \$ N/4 CORNER SEC. 15 LAT. = 32.3117422N LONG. = 103/7656802W NE CORNER SEC. 15 LAT. = 32.3117463'N R LONG. = 103.7571237'W certify that the information contained herein is true and complete to the SURFAC NMSP EAST (FT) N = 477508.56 NMSP EAST (FT) \$\frac{9}{2}.96 \frac{5}{2} \text{E} = 714064.76 \frac{5}{2} \$ NMSP EAST (FT) N = 477624.13 E = 719349.92 my knowledge and belief, and that this arganization either owns a ŝ orest or inleased nineral interest in the land including the proposed W/4 CORNER SEC. 15 LAT. = 32,3044810'H LONG. = 103,7742249'W ation or has a right to drill this well at this location ED COM 232H E/4 CORNER SEC. 15 LAT. = 32.3044903'N LONG. = 103.7571229'W ELEV. = \$387.8° LAT. = 32.310639 LONG. = 103.7716 (NADB3) with an owner of such a mineral or working interest, or to a NMSP EAST (FT) N = 474953.09 E = 714080.43 NUSP EAST (FT) N = 474984.45 E = 719364.36 NMSP EAST (FT) N = 477197.83 E = 714876.95 ry pooling agreement of a commissivy pooling order heretofore entered FIRST TAKE POIN prny Harry 3-18-2019 100' FNL, 1360' FWL LAT. = 32.3114652'N LONG. = 103.7698297 SECTION CORNER S LAT. = 32.2972317'N LONG. = 103.7571232'W SECTION CORNER = 32.2972214 N 9 = 103.7742204 W MMSP EAST (FT) N = 472343.83 E = 719378.44 NMSP EAST (FT) N = 472312.10 E E = 714095.58 QUARTE CORNER 2 LAT. = 32.2972277'N LONG. = 133.7656739'W JENNY HARMS NNSP AST (FT) JENNY.HARMS@DVN.COM W/4 CORNER SEC. 22 LAT. = 32.2899607N LONG. = 103.7742196W E/4 CORNER SEC. 22 LAT. = 32.2899722'N LONG. = 103.7571228'W NMSP EAST (FT) N = 469670.75 E = 714109.60 HMSP EAST (FT) N = 469702.87 E = 719392.74 "SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was R CORNER 2827063 N 03.7656699 W plotted from field notes of actual surveys made by me or under SECTION CORNER LAT. = 32.2827133'H LONG. = 103.7571239'W SECTION CORNER NMSP AST (FT) = 32.2826993'N = 103.7742129'W LAT. LCNG. my supervision, and that the same is true and correct to the NMSP EAST (FT) N = 467062.12 E = 719405.62 NMSP EAST (FT) N = 467029.10 E = 714125.44 JARANIK best of my belief. FEBRUARY 25.2019A BOTTOM OF HOLE LAT. ≠ 32.2682395'N LONG. = 103.7598080' NWSP EAST (FT) N = 461775.88 LAST TAKE POINT 100' FSL, 1360' FWL LAT. = 32.2684594'N Date of Survey W/4 CORNER SEC. 27 LAT. = 32.2754407N LONG. = 103.7742100W E/4 CORNER SEC. 27 LAT. = 32.2754504'N LONG. = 103.7571220'W NMSP EAST (FT) N = 464388.47 E = 714140.10 NNSP EAST (FT) N = 454419.95 E = 719421.39 SW CORNER SEC. 27 LAT. = 32.2681826'N LONG. = 103.7742069'W S/4 CORNER SEC. 27 LAT. # 32.2681863 N LONG. # 103.7656662 W Signa HUSP EAST (FT) N = 461778.57 E = 719435.33 FILIMONIEFIARAMILLO, PLS 12797 NHSP EAST (FT) N = 461748.07 Certificate Number: NNSP EAST (FT) N = 461763.25 N = 461748.07 E = 714154.81 = 451763.25 = 715794.65 583'40'03"# 2641.30 SURVEY NO. 5295A

Rep 8-2219

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United States Department of the Interior



BUREAU OF LAND MANAGEMENT
New Mexico State Office
301 Dinosaur Trail
Santa Fe, New Mexico 87508
www.blm.gov/new-mexico

IN REPLY REFER TO:

NMNM138687 3105.2 (NM920)

OCT - 5 2018

Reference:

Communitization Agreement Ko Lanta 9-4 Fed Com 528H Section 4: Lot 1, SENE,E2SE Section 9: E2E2 T. 23 S., R. 31 E., N.M.P.M. Eddy County, NM

OCT OS ZOIS

LAND DEPARIMENT

Devon Energy Production Company, LP 333 West Sheridan Avenue Oklahoma City, OK 73102-5015

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NMNM138687 involving 160 acres of Federal land in lease NMNM 77046, and 159.71 acres of Federal land in lease NMNM 81953, Eddy County, New Mexico, which comprise a 319.71 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Bone Spring formation beneath the Lot 1, SENE, E2SE of Sec. 4, and E2E2 of Sec. 9, T. 23 S., R. 31 E., NMPM, Eddy County, NM, and is effective April 1, 2018. Approval of this agreement does not warrant or certify that the operator, thereof, and other working interest owners hold legal or equitable title to the leases which are committed hereto.

Approval of this agreement does not constitute an adjudication of any state, local government, or private interests, and does not constitute a warranty or certification that the information supplied by the party submitting this agreement regarding any private, state, or local government interests is accurate.

Copies of this approval letter are being distributed to the appropriate Federal agencies. You are requested to furnish all interested parties with the appropriate evidence of this approval. Any production royalties that are due must be reported and paid according to regulations set up by the Office of Natural Resources Revenue at 1-800-525-9167 or 303-231-3504.

If you have any questions regarding this approval, please contact James Glover, Geologist at (505) 954-2139 or Adrienne Brumley (505) 301-3350.

Please furnish all interested principals with appropriate evidence of this approval.

Sincerely,

Sheila Mallory ()
Deputy State Director
Division of Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver NM Taxation & Revenue Dept. (Revenue Processing Div.) NMOCD NM (9200) NM (P0220-CFO, File Room) NMSO (NM925, File)

Determination - Approval - Certification

Pursuant to the authority vested in the Secretary of the Interior under Section 17(j) of the Mineral Leasing Act of 1920, as amended (74 Stat. 784; 30 U.S.C. 226(j)), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- A. Determine that the Federal lease or leases as to the lands committed to the attached agreement cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located, and that consummation and approval of the agreement will be in the public interest. Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto.
- B. Approve the attached Communitization Agreement covering the Lot 1, SENE, E2SE of sec. 4 and E2E2 of sec. 9, T. 23 S., R. 31 E., NMPM, as to all producible hydrocarbons from the Bone Spring formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (c) are not met.
- C. Certify and determine that the drilling, producing, rental, minimum royalty and royalty requirements of the Federal lease or leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of the agreement.

Approved:

OCT - 5 2018

Sheila Mallory

Deputy State Director

Division of Minerals

Effective: April 1, 2018

Contract No.: Com. Agr. NMNM138687

Federal/Federal

COMMUNITIZATION AGREEMENT

Contract No. <u>NMNM</u> 138 687

THIS AGREEMENT, entered into as of the date shown in Section 10 hereof by and between the parties subscribing, ratifying, or consenting hereto, such Parties being hereinafter referred to as "parties hereto."

WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Township 23 South, Range 31 East, N.M.P.M.

Section 9: E2E2 Section 4: Lot 1, SENE, & E2SE

Eddy County, New Mexico

Containing 319.71 acres, and this agreement shall include only the <u>Bone Spring</u> Formations underlying said lands and the oil, natural gas and associated liquid hydrocarbon substances, hereinafter, referred to as "communitized substances, producible from such formation(s).

2. Attached hereto, and made a part of this agreement for all purposes, is Exhibit B, designating the operator of the communitized area and showing the acreage, percentage and

ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. All matters of operation shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area, and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced therefrom shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

All proceeds, 8/8ths, attributed to unleased Federal, State or fee land included within the CA area are to be placed in an interest earning escrow or trust account by the designated operator until the land is leased or ownership is established.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.

- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders rules or regulations.
- 10. The date of this agreement is April 1, 2018 and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect as to the Bone Spring formation(s) individually for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized formation or formations in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of non-production. The 2-year term of this agreement will not in itself serve to extend the term of any Federal lease, which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occurs in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.

- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. Nondiscrimination: In connection with the performance of work under this agreement, the operator agrees to comply with all of the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30 F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first written and have set opposite their respective names the date of execution.

Devon Energy Production Company, L.P. (Operator, Record Title and Operating Rights Owner)

Date: 4-10-18

Catherine Lebsack, Vice President

te me R

CAMTERRA RESOURCES PARTNERS, LTD.,

a Texas Limited Partnership By: Camterra Resources, Inc.,

a Texas Corporation
Its: Managing General Partner

(Record Title and Operating Rights Owner)

Date: 3-26-18

Zachary O. Carlile, Chief Executive Officer

ACKNOWLEDGMENTS

STATE OF OKLAHOMA §
COUNTY OF OKLAHOMA §

The foregoing instrument was acknowledged before me on this 10th day of April, 2018 by Catherine Lebsack, Vice President of Devon Energy Production Company, L.P., an Oklahoma limited partnership, on behalf of said limited partnership.

My Commission Expires:



Notary Public

STATE OF TEXAS §
COUNTY OF DOUGS §

REBECCA SOMMER
Notary Public, State of Texas
Comm. Expires 11-28-2020
Notary ID 130913488

The foregoing instrument was acknowledged before me on this <u>26th</u> day of <u>March</u>, 2018 by Zachary Q. Carlile as Chief Executive Officer of Camterra Resources, Inc., a Texas Corporation, Managing General Partner of Camterra Resources Partners, Ltd., a Texas limited partnership, on behalf of said corporation and limited partnership.

My Commission Expires:

Notary Public

EXHIBIT "A"

To Communitization Agreement dated April 1, 2018 embracing E2E2 of Section 9 and Lot 1, SENE, & E2SE of Section 4, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial No.:

NMNM-77046

Lease Date:

September 1, 1988

Lease Term:

10 Years

Lessor:

United States of America

Original Lessee:

Santa Fe Energy Operating Partners, L.P.

Present Lessee:

Devon Energy Production Company, L.P. - 100.00%

Description of Land Committed:

Township 23 South, Range 31 East, N.M.P.M.

Section 9: Insofar and only insofar as said lease covers

E2E2

Number of Acres:

160.0

Royalty Rate:

1/8

Name and Percent WI Owners:

Devon Energy Production Company, L.P. - 100.00%

Name and Percent ORRI Owners:

None

Tract No. 2

Lease Serial No.:

NMNM - 81953

Lease Date:

September 1, 1989

Lease Term:

5 years

Lessor:

United States of America

Original Lessee:

Yates Petroleum Corporation

Present Lessee:

Devon Energy Production Co., LP – 93.75% Camterra Resources Partners, Ltd. – 6.25%

Description of Land Committed:

Township 23 South, Range 31 East, N.M.P.M.

Section 4:

Insofar and only insofar as said lease covers

Lot 1, SENE, & E2SE

Number of Acres:

159.71

Royalty Rate:

1/8th

Name and Percent WI Owners:

Devon Energy Production Co., LP – 93.75%

Camterra Resources Partners, Ltd. – 6.25%

Contractual WI Ownership:

Devon Energy Production Co., LP – 93.75%

Camterra Resources Partners, Ltd. – 6.25%

Name and Percent ORRI Owners:

None

RECAPITULATION

	NO. OF ACRES COMMITTED	PERCENTAGE OF INTEREST IN COMMUNITIZED AREA
Tract No. 1	160.00	50.045354%
Tract No. 2	159.71	49.954646%
	319.71	100.00%

EXHIBIT "B"

To Communitization Agreement dated April 1, 2018 embracing E2E2 of Section 9 and Lot 1, SENE, & E2SE of Section 4, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.

Operator of Communitized Area: Devon Energy Production Company, L.P.

4	ſ	NMNM - 81953 159.71 acres
9		NMNM- 77046 160.0 acres

Communitized well:

Ko Lanta 9-4 Fed Com 528H

SHL: 610' FSL & 180' FEL

Section 9-23S-31E, Eddy County, NM

BHL: 290' FNL & 400' FEL

Section 4-23S-31E, Eddy County, NM

Federal Communitization Agreement

THIS AGREEMENT entered into as of the 1st day of August, 2019, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Township 23 South, Range 31 East, N.M.P.M

W/2 of Section 15 W/2 of Section 22 W/2 of Section 27 Eddy County, New Mexico

Containing **960.00** acres, and this agreement shall include only the <u>Bone Spring Formation</u> underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation(s).

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be Devon Energy Company, L.P., 333 W Sheridan Avenue, Oklahoma City, OK 73102. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
 - All proceeds, 8/8ths, attributed to unleased Federal lands included within the CA area are to be paid into the appropriate Unleased Lands Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.

- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is August 1, 2019, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations

hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.

- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination.</u> In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

	<u>Devon Energy Production Company, L.P.</u>
	Operator
	By:
Date	Operator/Attorney-in-Fact

ACKNOWLEDGEMENT

STATE OF OKLAHOMA
COUNTY OF <u>OKLAHOMA</u>) ss.
On thisday of, 2019, before me, a Notary Public for the State of OKLAHOMA, personally appeared <u>Catherine Lebsack</u> , known to me to be the <u>Vice President</u> of <u>Devon Energy Production Company</u> , <u>L.P.</u> , the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.
(SEAL)
My Commission Expires Notary Public

WORKING INTEREST OWNERS

AND/OR LESSEES OF RECORD

I, the undersigned, hereby certify, on behalf o Operator of this Communitization Agreement lessees of record and operating rights owners) Agreement are, to the best of my knowledge, subject to this Agreement, and that the writter been obtained and will be made available to the	t, that all working interest owners (i.e.,) shown on Exhibit B attached to this the working interest owners of the leases n consents of all of the named owners have			
Date	By: Name: Catherine Lebsack Title: Vice President			
ACKNOWLEDGEMENT				
STATE OF OKLAHOMA)				
COUNTY OF OKLAHOMA) ss.				
On this day of, 2019, be OKLAHOMA, personally appeared <u>Catherine President</u> of <u>Devon Energy Production Compared instrument</u> and acknowledged to me	pany, L.P., the corporation that executed the			
(SEAL)				
My Commission Expires	Notary Public			

EXHIBIT "A"

Plat of communitized area covering **960.00** acres in W/2 of Section 15, W/2 of Section 22 and W/2 of Section 27, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico

Maldives 15-27 Fed Com 232H (API #30-015-45385) SHL: 400' FNL, 810' FWL, Sec. 15-23S-31E BHL: 20' FSL, 1360' FWL, Sec. 27-23S-31E (DEFINING WELL _ 960 AC HSU) Maldives 15-27 Fed Com 231H (API #30-015-45384) SHL: 400' FNL, 780' FWL, Sec. 15-23S-31E

BHL 235' FSL, 480' FWL, Sec. 27-23S-31E (INFILL WELL)

Tract 1 320 AC NMNM 405444
Tract 2 320 AC NMNM 405444A
Tract 3 320 AC NMNM 418220A

	15
	22
	27

EXHIBIT "B"

To Communitization Agreement Dated August 1, 2019 embracing the following described land in W/2 of Section 15, W/2 of Section 22 and W/2 of Section 27, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number: NMNM 405444

Description of Land Committed: W/2 of Section 15, Township 23 South, Range

31 East, N.M.P.M., Eddy County, New Mexico

Number of Acres: 320.00

Current Lessee of Record: XTO Holding LLC

Name and Percent ORRI Owners: ORRI Owners of Record

Name of Working Interest Owners: Devon Energy Production Company, L.P.

TEK Properties LTD

Joe N Gifford

Northern Bank & Trust, Trustee of the Mary

Patricia Dougherty Trust Otto E Schroeder Jr Catherine M Grace

Mary Margaret Olson Trust

The Nancy Stallworth Thomas Marital Trust

P A Allman Trust

George M Allman III Trust
Marilyn M Allman Trust
Jill Allman Mancuso Trust
Donald C Allman Trust
George Allman Jr Trust
Mary Elizabeth Schram Trust
Margaret Sue Schroeder Trust
Michelle Allman Grantor Trust
Theresa Allman Smith Grantor Trust
Titus Oil & Gas Production, LLC

Non-Consenting parties under Pooling Order No R-20728: Nancy Thomas

Alfred F Schram Senior Estate Schram Family Living Revoc Trust

Tract No. 2

Lease Serial Number: NMNM 405444A

Description of Land Committed: W/2 of Section 22, Township 23 South, Range

31 East, N.M.P.M., Eddy County, New Mexico

Number of Acres: 320.00

Current Lessee of Record: Devon Energy Production Company, L.P.

Name and Percent ORRI Owners: ORRI Owners of Record

Name of Working Interest Owners: Devon Energy Production Company, L.P.

Occidental Permian LTD TEK Properties LTD

Joe N Gifford

Northern Bank & Trust, Trustee of the Mary

Patricia Dougherty Trust Otto E Schroeder Jr Catherine M Grace

Mary Margaret Olson Trust

The Nancy Stallworth Thomas Marital Trust

P A Allman Trust

George M Allman III Trust
Marilyn M Allman Trust
Jill Allman Mancuso Trust
Donald C Allman Trust
George Allman Jr Trust
Mary Elizabeth Schram Trust
Margaret Sue Schroeder Trust
Michelle Allman Grantor Trust
Theresa Allman Smith Grantor Trust
Titus Oil & Gas Production, LLC

Non-Consenting parties under Pooling Order No R-20728: Nancy Thomas

Alfred F Schram Senior Estate Schram Family Living Revoc Trust

Tract No. 3

Lease Serial Number: NMNM 418220A

Description of Land Committed: W/2 of Section 27, Township 23 South, Range

31 East, N.M.P.M., Eddy County, New Mexico

Number of Acres: 320.00

Current Lessee of Record: Devon Energy Production Company, L.P.

Name of Working Interest Owners: Devon Energy Production Company, L.P.

OXY USA INC TEK Properties LTD

Joe N Gifford

Northern Bank & Trust, Trustee of the Mary

Patricia Dougherty Trust Otto E Schroeder Jr Catherine M Grace

Mary Margaret Olson Trust

The Nancy Stallworth Thomas Marital Trust

P A Allman Trust

George M Allman III Trust
Marilyn M Allman Trust
Jill Allman Mancuso Trust
Donald C Allman Trust
George Allman Jr Trust
Mary Elizabeth Schram Trust
Margaret Sue Schroeder Trust
Michelle Allman Grantor Trust
Theresa Allman Smith Grantor Trust
Titus Oil & Gas Production, LLC

Non-Consenting parties under Pooling Order No R-20728: Nancy Thomas

Alfred F Schram Senior Estate Schram Family Living Revoc Trust

RECAPITULATION

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	320.00	33.3333%
2	320.00	33.3333%
3	320.00	33.3333%
Total	960.00	$1\overline{00.0000\%}$



Devon Energy Production Company 333 W. Sheridan Avenue Oklahoma City, Oklahoma 73102 Phone: (405)-552-7970 Erin.Workman@dvn.com

January 6, 2021

<u>CERTIFIED MAIL</u> <u>RETURN RECEIPT REQUESTED</u>

Interest Owners

Re: Central Tank Battery

MALDIVES 15 CTB 1

Sec.,T, R: NWNW, S15, T23S, R31E

Lease: NMNM081953, NMNM0405444, NMNM0405444A,

NMNM077046, NMNM0418220A

Pool: [40295] LOS MEDANOS; BONE SPRING

& [33840] JAMES RANCH; BONE SPRING

County: Eddy Co., New Mexico

To whom it may concern:

This is to advise you that Devon Energy Production Company, L.P., is filing an application with the New Mexico Oil Conservation Division ("NMOCD") seeking approval for a Central Tank Battery for the below mentioned wells.

WELL NAME	SHL Location	API
KO LANTA 9-4 FED COM 518H	P-09-23S-31E	3001544864
KO LANTA 9-4 FED COM 528H	P-09-23S-31E	3001544865
MALDIVES 15-27 FED COM 231H	D-15-23S-31E	3001545385
MALDIVES 15-27 FED COM 232H	D-15-23S-31E	3001545384

A copy of our application submitted to the Division is attached.

Any objections or requests that a hearing should be held regarding this application must be submitted to the New Mexico Oil Conservation Division Santa Fe office within 20 days from the date of this letter.

Subsequently drilled wells that produce from the subject pools 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.

Please contact the undersigned at (405) 552-6560 should you have any questions or need anything further.

Sincerely,

Jenny Harms
Regulatory Compliance Professional
Work Phone: (405)552-6560
Jennifer.harms@dvn.com
Devon Energy Center-Tower 333 West Sheridan Avenue Oklahoma City OK 73102-5015

Enclosure

NAME	CERTIFIED MAILING NO.
ALFRED F SCHRAM SR ESTATE C/O MARGARET E HODGKINS, EXECUTOR	9414 8149 0152 7181 8995 06
BALONEY FEATHERS LTD BY ELK MOUNTAIN HOLDINGS LLC GEN PTNR	9415 8149 0152 7181 8995 13
CAMTERRA RESOURCES PTNRS LTD ATTN ACCOUNTING DEPT CAMTERRA RESOU	9416 8149 0152 7181 8995 20
CATHERINE GRACE REVOCABLE TR DEC 4 SUSAN SERNA CO TTEE STEPHEN GRAC	9417 8149 0152 7181 8995 37
CHRISTENSEN HOLDINGS LP	9418 8149 0152 7181 8995 44
CHRISTENSEN RESOURCE PROPERTIES LP	9419 8149 0152 7181 8995 51
DONALD C ALLMAN TRUST UA DATED 10-26-68 JPMORGAN CHASE BANK NA TT	9420 8149 0152 7181 8995 68
DOROTHY J KEENOM INDIV	9421 8149 0152 7181 8995 75
DOUGLAS ABELL DENTON	9422 8149 0152 7181 8995 82
DSD ENERGY RESOURCES LLC	9423 8149 0152 7181 8995 99
FIGURE 4 INVESTMENT TRUST	9424 8149 0152 7181 8996 05
GEOMAR RESOURCES INC MIKE WALTRIP MARGERY L HANNA	9425 8149 0152 7181 8996 12
GEORGE ALLMAN JR TRUST UA DTD 10-26-68 JPMORGAN CHASE BANK NA TTEE	
GEORGE M ALLMAN III TRUST GEORGE MARTIN ALLMAN III TTEE % JPMORGAN	
GEORGIA B BASS	9428 8149 0152 7181 8996 43
GLENN LATTIMORE FAMILY LP A TEXAS LIMITED PARTNERSHIP HATCH ROYALTY LLC	9429 8149 0152 7181 8996 50
HILL INVESTMENTS LTD CASODY ENTERPRISES LLC GEN PTNR ALAN M HILL PRES	9430 8149 0152 7181 8996 67
H-S MINERALS & REALTY LTD RC STAR LLC GENERAL PARTNER CYDNEY H SHEPA	
INNERARITY FAMILY MINERALS LLC	9433 8149 0152 7181 8996 98
JADT MINERALS LTD	9434 8149 0152 7181 8997 04
JILL ALLMAN MANCUSO TRUST JILL ALLMAN MANCUSO TTEE % JPMORGAN CHA	
JOE N GIFFORD	9436 8149 0152 7181 8997 28
KIMBELL ROYALTY HOLDINGS LLC % DUNCAN MANAGEMENT LLC	9437 8149 0152 7181 8997 35
L E OPPERMANN	9438 8149 0152 7181 8997 42
LISA GAIL KARABATSOS	9439 8149 0152 7181 8997 59
LORRAINE L JOHNSON FAMILY TRUST FARMERS NATIONAL CO AGENT GEORGIA	9440 8149 0152 7181 8997 66
MARGARET SUE SCHROEDER TRUST UA DTD 10-26-68 JPMORGAN CHASE BANK	9441 8149 0152 7181 8997 73
MARILYN M ALLMAN TRUST MARILYN MARIE ALLMAN TTEE % JPMORGAN CHA	9442 8149 0152 7181 8997 80
MARY ELIZABETH SCHRAM TRUST UA DTD 10-26-68 JPMORGAN CHASE BANK N	9443 8149 0152 7181 8997 97
MARY MARGARET OLSON TRUST LEONARD M OLSON & JOHN B OLSON & KATH	9444 8149 0152 7181 8998 03
MARY PATRICIA DOUGHERTY TRUST C/O NORTHERN BANK TRUST OF TX	9445 8149 0152 7181 8998 10
MCMULLEN MINERALS LLC	9446 8149 0152 7181 8998 27
MERPEL LLC PONY OIL OPERATING LLC JOHN PAUL MERRITT CEO & GEORGE OV	
MICHELLE ALLMAN GRANTOR TRUST UA DTD 12-31-87 JPMORGAN CHASE BANI	
MICKEY GIBSON	9449 8149 0152 7181 8998 58
MOMENTUM MINERALS OPERATING LP	9450 8149 0152 7181 8998 65
NANCY PUFF JONES TRUST DOROTHY JEAN KEENOM TRUSTEE	9451 8149 0152 7181 8998 72
NANCY STALLWORTH THOMAS MARITAL TRUST IR MORGAN GUASE RANK NIK S	9452 8149 0152 7181 8998 89
NANCY STALLWORTH THOMAS MARITAL TRUST JP MORGAN CHASE BANK NK &	
OCCIDENTAL PERMIAN LTD SUCCESSOR TO AMOCO ONRR ROYALTY MANAGEMENT PROGRAM	9454 8149 0152 7181 8999 02 9455 8149 0152 7181 8999 19
OTTO & DORIS SCHROEDER FAMILY TR OTTO E SCHROEDER III TTEE	9456 8149 0152 7181 8999 26
OXY USA INC	9457 8149 0152 7181 8999 33
P A ALLMAN TRUST PHYLLIS ANNE ALLMAN TTEE % JPMORGAN CHASE BANK NA	
PATRICIA B YOUNG MGMT TR 1ST NTL BK & TR CO OF OKMULGEE OKLAHOMA	
TATINGS TO GO WOWN IN 151 WIE DR & TR CO OF ORWINGED CREATIONA	5 .55 6145 6152 / 161 6555 5/

PATRICIA BOYLE YOUNG	9460 8149 0152 7181 8999 64
PEGASUS RESOURCES LLC	9461 8149 0152 7181 8999 71
PERRY RESOURCES LLC	9462 8149 0152 7181 8999 88
PONY OIL OPERATING LLC JOHN PAUL MERRITT CEO GEORGE OVERBEY COO	9463 8149 0152 7181 8999 95
REGENT OIL & GAS COMPANY LP	9464 8149 0152 7181 9000 04
RICHARD C GIBSON	9465 8149 0152 7181 9000 11
RICHARD DONALD JONES JR	9466 8149 0152 7181 9000 28
SCHRAM FAMILY LIVING REVOCABLE TRUST C/O MARGARET SCHRAM HODGKI	9467 8149 0152 7181 9000 35
SOURCE ROCK MINERALS LP	9468 8149 0152 7181 9000 42
TD MINERALS LLC	9469 8149 0152 7181 9000 59
TEK PROPERTIES LTD % THOMAS E KELLY	9470 8149 0152 7181 9000 66
THERESA ALLMAN SMITH GRANTOR TRUST UA DTD 12-31-87 JPMORGAN CHAS	9471 8149 0152 7181 9000 73
TITUS OIL & GAS PRODUCTION LLC TITUS OIL & GAS CORPORATION AGENT NO	N 9472 8149 0152 7181 9000 80
VERITAS TM RESOURCES LLC	9473 8149 0152 7181 9000 97
WEST BEND ENERGY PARTNERS LLC	9474 8149 0152 7181 9001 03

NAME	CERTIFIED MAILING NO.
ALFRED F SCHRAM SR ESTATE C/O MARGARET E HODGKINS, EXECUTOR	9414 8149 0152 7181 9006 77
BALONEY FEATHERS LTD BY ELK MOUNTAIN HOLDINGS LLC GEN PTNR	9414 8149 0152 7181 9006 84
CAMTERRA RESOURCES PTNRS LTD ATTN ACCOUNTING DEPT CAMTERRA RESO	9414 8149 0152 7181 9006 91
CATHERINE GRACE REVOCABLE TR DEC 4 SUSAN SERNA CO TTEE STEPHEN GRA	A 9414 8149 0152 7181 9007 07
CHRISTENSEN HOLDINGS LP	9414 8149 0152 7181 9007 14
CHRISTENSEN RESOURCE PROPERTIES LP	9414 8149 0152 7181 9007 21
DONALD C ALLMAN TRUST UA DATED 10-26-68 JPMORGAN CHASE BANK NA T	
DOROTHY J KEENOM INDIV	9414 8149 0152 7181 9007 45
DOUGLAS ABELL DENTON	9414 8149 0152 7181 9007 52
DSD ENERGY RESOURCES LLC	9414 8149 0152 7181 9007 69
FIGURE 4 INVESTMENT TRUST	9414 8149 0152 7181 9007 76
GEOMAR RESOURCES INC MIKE WALTRIP MARGERY L HANNA	9414 8149 0152 7181 9007 83
GEORGE ALLMAN JR TRUST UA DTD 10-26-68 JPMORGAN CHASE BANK NA TTE	
GEORGE M ALLMAN III TRUST GEORGE MARTIN ALLMAN III TTEE % JPMORGAN	
GEORGIA B BASS	9414 8149 0152 7181 9008 13
GLENN LATTIMORE FAMILY LP A TEXAS LIMITED PARTNERSHIP HATCH ROYALTY LLC	9414 8149 0152 7181 9008 20
HILL INVESTMENTS LTD CASODY ENTERPRISES LLC GEN PTNR ALAN M HILL PRE	9414 8149 0152 7181 9008 37
H-S MINERALS & REALTY LTD RC STAR LLC GENERAL PARTNER CYDNEY H SHEP.	
INNERARITY FAMILY MINERALS LLC	9414 8149 0152 7181 9008 51
JADT MINERALS LTD	9414 8149 0152 7181 9008 08
JILL ALLMAN MANCUSO TRUST JILL ALLMAN MANCUSO TTEE % JPMORGAN CF	
JOE N GIFFORD	9414 8149 0152 7181 9008 99
KIMBELL ROYALTY HOLDINGS LLC % DUNCAN MANAGEMENT LLC	9414 8149 0152 7181 9009 05
L E OPPERMANN	9414 8149 0152 7181 9009 12
LISA GAIL KARABATSOS	9414 8149 0152 7181 9009 29
LORRAINE L JOHNSON FAMILY TRUST FARMERS NATIONAL CO AGENT GEORGI	
MARGARET SUE SCHROEDER TRUST UA DTD 10-26-68 JPMORGAN CHASE BAN	K 9414 8149 0152 7181 9009 43
MARILYN M ALLMAN TRUST MARILYN MARIE ALLMAN TTEE % JPMORGAN CH	9414 8149 0152 7181 9009 50
MARY ELIZABETH SCHRAM TRUST UA DTD 10-26-68 JPMORGAN CHASE BANK	N 9414 8149 0152 7181 9009 67
MARY MARGARET OLSON TRUST LEONARD M OLSON & JOHN B OLSON & KATI	H9414 8149 0152 7181 9009 74
MARY PATRICIA DOUGHERTY TRUST C/O NORTHERN BANK TRUST OF TX	9414 8149 0152 7181 9009 81
MCMULLEN MINERALS LLC	9414 8149 0152 7181 9009 98
MERPEL LLC PONY OIL OPERATING LLC JOHN PAUL MERRITT CEO & GEORGE O	N9414 8149 0152 7181 9010 01
MICHELLE ALLMAN GRANTOR TRUST UA DTD 12-31-87 JPMORGAN CHASE BAN	N 9414 8149 0152 7181 9010 18
MICKEY GIBSON	9414 8149 0152 7181 9010 25
MOMENTUM MINERALS OPERATING LP	9414 8149 0152 7181 9010 32
NANCY PUFF JONES TRUST DOROTHY JEAN KEENOM TRUSTEE	9414 8149 0152 7181 9010 49
NANCY S THOMAS	9414 8149 0152 7181 9010 56
NANCY STALLWORTH THOMAS MARITAL TRUST JP MORGAN CHASE BANK NK	
OCCIDENTAL PERMIAN LTD SUCCESSOR TO AMOCO	9414 8149 0152 7181 9010 70
ONRR ROYALTY MANAGEMENT PROGRAM	9414 8149 0152 7181 9010 87
OTTO & DORIS SCHROEDER FAMILY TR OTTO E SCHROEDER III TTEE	9414 8149 0152 7181 9010 94
OXY USA INC	9414 8149 0152 7181 9011 00
P A ALLMAN TRUST PHYLLIS ANNE ALLMAN TTEE % JPMORGAN CHASE BANK N	
PATRICIA B YOUNG MGMT TR 1ST NTL BK & TR CO OF OKMULGEE OKLAHOMA	9414 8149 0152 7181 9011 24

PATRICIA BOYLE YOUNG	9414 8149 0152 7181 9011 31
PEGASUS RESOURCES LLC	9414 8149 0152 7181 9011 48
PERRY RESOURCES LLC	9414 8149 0152 7181 9011 55
PONY OIL OPERATING LLC JOHN PAUL MERRITT CEO GEORGE OVERBEY COO	9414 8149 0152 7181 9011 62
REGENT OIL & GAS COMPANY LP	9414 8149 0152 7181 9011 79
RICHARD C GIBSON	9414 8149 0152 7181 9011 86
RICHARD DONALD JONES JR	9414 8149 0152 7181 9011 93
SCHRAM FAMILY LIVING REVOCABLE TRUST C/O MARGARET SCHRAM HODGKI	19414 8149 0152 7181 9012 09
SOURCE ROCK MINERALS LP	9414 8149 0152 7181 9012 16
TD MINERALS LLC	9414 8149 0152 7181 9012 23
TEK PROPERTIES LTD % THOMAS E KELLY	9414 8149 0152 7181 9012 30
THERESA ALLMAN SMITH GRANTOR TRUST UA DTD 12-31-87 JPMORGAN CHAS	5 9414 8149 0152 7181 9012 47
TITUS OIL & GAS PRODUCTION LLC TITUS OIL & GAS CORPORATION AGENT NO	19414 8149 0152 7181 9012 54
VERITAS TM RESOURCES LLC	9414 8149 0152 7181 9012 61
WEST BEND ENERGY PARTNERS LLC	9414 8149 0152 7181 9012 78

NAME	TRACKING NO.
CATHERINE GRACE REVOCABLE TR DEC 4 SUSAN SERNA CO TTEE STEPHEN GRA	9405 5098 9864 2657 6721 25
DOUGLAS ABELL DENTON	9405 5098 9864 2040 0511 17
DSD ENERGY RESOURCES LLC	9405 5098 9864 2657 6622 63
GEOMAR RESOURCES INC MIKE WALTRIP MARGERY L HANNA	9405 5098 9864 2657 6526 77
GEORGIA B BASS	9405 5098 9864 2657 6425 31
GLENN LATTIMORE FAMILY LP A TEXAS LIMITED PARTNERSHIP	9405 5098 9864 2657 6351 51
L E OPPERMANN	9405 5098 9864 2657 6299 90
MARY MARGARET OLSON TRUST LEONARD M OLSON & JOHN B OLSON & KATH	9405 5098 9864 2657 6161 50
MICKEY GIBSON	9405 5098 9864 2040 0047 62
OCCIDENTAL PERMIAN LTD SUCCESSOR TO AMOCO	9405 5098 9864 2039 9919 12
OXY USA INC	9405 5098 9864 2039 9952 86
PONY OIL OPERATING LLC JOHN PAUL MERRITT CEO GEORGE OVERBEY COO	9405 5098 9864 2039 9821 63
RICHARD C GIBSON	9405 5098 9864 2657 5258 65
TD MINERALS LLC	9405 5098 9864 2657 6244 76
TEK PROPERTIES LTD % THOMAS E KELLY	9405 5098 9864 2657 6383 29

 From:
 Green, Chelsey

 To:
 McClure, Dean, EMNRD

Subject: [EXT] RE: [EXTERNAL] surface commingling application PLC-733

Date: Tuesday, April 6, 2021 2:59:48 PM

Good afternoon Dean!

I also have tracking numbers for the Maldives 15 CTB 1. If anything else is needed please let me know.

Figure 4 Investment Trust	9405 5098 9864 2663 4903 79
Hill Investments LTD	9405 5098 9864 2663 4965 31
Occidental Permian LTD Successor to Amoco	9405 5098 9864 2663 5018 60
Oxy USA Inc.	9405 5098 9864 2046 0203 60

Thank you, Chelsey Green

Devon - General

From: McClure, Dean, EMNRD < Dean. McClure@state.nm.us>

Sent: Tuesday, March 30, 2021 8:44 AM **To:** Green, Chelsey < Chelsey. Green@dvn.com>

Subject: RE: [EXTERNAL] surface commingling application PLC-733

Also, please note that it seems like 2 of the notices resent on 3/17/21 were also returned.

OCCIDENTAL PERMIAN LTD SUCCESSOR TO

3/26/2021	AMOCO	9405 5098 9864 2039 9919 12	Returned
3/26/2021	OXY USA INC	9405 5098 9864 2039 9952 86	Returned

Dean McClure

Petroleum Engineer, Oil Conservation Division

New Mexico Energy, Minerals and Natural Resources Department

(505) 469-8211

From: Green, Chelsey < Chelsey.Green@dvn.com>

Sent: Tuesday, March 30, 2021 7:42 AM

To: McClure, Dean, EMNRD < Dean.McClure@state.nm.us>

Subject: [EXT] RE: [EXTERNAL] surface commingling application PLC-733

I over these when I was checking. I will get these re-noticed today.

Thank you, Chelsey Green

Devon - General

From: McClure, Dean, EMNRD < Dean.McClure@state.nm.us>

Sent: Tuesday, March 30, 2021 8:40 AM **To:** Green, Chelsey < <u>Chelsey.Green@dvn.com</u>>

Subject: RE: [EXTERNAL] surface commingling application PLC-733

Thank you. However, please note that the following 2 notices were reported as being delivered to the original sender rather than to the intended recipient. As such, notice will need to be resent to them as well.

_	2/5/2021	FIGURE 4 INVESTMENT TRUST	9414 8149 0152 7181 9007 76	Returned
		HILL INVESTMENTS LTD CASODY ENTERPRISES LLC GEN PTNR ALAN M		_
	2/16/2021	HILL	9414 8149 0152 7181 9008 44	Returned

Dean McClure

Petroleum Engineer, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department (505) 469-8211

From: Green, Chelsey < Chelsey.Green@dvn.com>
Sent: Tuesday, March 30, 2021 7:34 AM

To: McClure, Dean, EMNRD < Dean. McClure@state.nm.us>

Subject: [EXT] RE: [EXTERNAL] surface commingling application PLC-733

Mr. McClure,

Please see the attached update.

Thank you, Chelsey Green

Devon - General

From: McClure, Dean, EMNRD < Dean.McClure@state.nm.us>

Sent: Monday, March 29, 2021 10:13 AM **To:** Green, Chelsey < <u>Chelsey.Green@dvn.com</u>>

Subject: RE: [EXTERNAL] surface commingling application PLC-733

Ms. Green,

Do you have any updates regarding this notice?

Unknown
Unknown
Unknown
Returned
Unknown
Unknown
In-Transit
Returned
Unknown
Attempt
Unknown
Unknown
Unknown

Dean McClure

Petroleum Engineer, Oil Conservation Division

New Mexico Energy, Minerals and Natural Resources Department

(505) 469-8211

From: Green, Chelsey < Chelsey.Green@dvn.com>
Sent: Wednesday, March 17, 2021 7:59 AM

To: McClure, Dean, EMNRD < Dean.McClure@state.nm.us>

Cc: Harms, Jenny < Jenny.Harms@dvn.com>

Subject: [EXT] RE: [EXTERNAL] surface commingling application PLC-733

Mr. McClure,

Please see the attached mailing list. There are about 15 that I am going to send a 2nd notice due to the current status. When I receive the

tracking numbers, I will send you an updated list.

Thank you,

Chelsey Green

Regulatory Compliance Professional

333 W. Sheridan Ave. Oklahoma City, OK 73102 (405) 228-8595

Devon - General

From: McClure, Dean, EMNRD < Dean.McClure@state.nm.us>

Sent: Wednesday, March 17, 2021 6:01 AM

To: Green, Chelsey < Chelsey. Green@dvn.com >
Cc: Harms, Jenny < Jenny. Harms@dvn.com >

Subject: [EXTERNAL] surface commingling application PLC-733

Ms. Green,

I am reviewing surface commingling application PLC-733 for the commingling project which involves the Maldives 15 Central Tank Battery 1 operated by Devon Energy Production Company, LP (6137).

Please confirm the tracking numbers for the notices of this application. None of the numbers are returning results within the USPS system.

Dean McClure
Petroleum Engineer, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
(505) 469-8211

Confidentiality Warning: This message and any attachments are intended only for the use of the intended recipient(s), are confidential, and may be privileged. If you are not the intended recipient, you are hereby notified that any review, retransmission, conversion to hard copy, copying, circulation or other use of all or any portion of this message and any attachments is strictly prohibited. If you are not the intended recipient, please notify the sender immediately by return e-mail, and delete this message and any attachments from your system.

From: Engineer, OCD, EMNRD
To: Green, Chelsey

Cc: McClure, Dean, EMNRD; Simmons, Kurt, EMNRD; Hawkins, James , EMNRD; Bratcher, Mike, EMNRD; Pickford,

Katherine, EMNRD; Powell, Brandon, EMNRD; lisa@rwbyram.com; Glover, James; Paradis, Kyle O; Walls,

Christopher

Subject: Approved Administrative Order PLC-733

Date: Thursday, May 20, 2021 4:58:00 PM

Attachments: PLC733 Order.pdf

NMOCD has issued Administrative Order PLC-733 which authorizes Devon Energy Production Company, LP (6137) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	Location (NMPM)	Pool Code
30-015-44864	Ko Lanta 9 4 Fed Com #518H	P-09-23S-31E	40295
30-015-44865	Ko Lanta 9 4 Fed Com #528H	P-09-23S-31E	40295
30-015-45385	Maldives 15 27 Fed Com #231H	D-15-23S-31E	33840
30-015-45384	Maldives 15 27 Fed Com #232H	D-15-23S-31E	33840

The administrative order is attached to this email and can also be found online at OCD Imaging.

Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval.

Dean McClure
Petroleum Engineer, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
(505) 469-8211

State of New Mexico Energy, Minerals and Natural Resources Department

Notice

Order: PLC-733

Operator: Devon Energy Production Company, LP (6137)

Publication Date:

Date Sent:

Noticed Persons			
Date	Person	Certified Tracking Number	Status
	CATHERINE GRACE REVOCABLE TR DEC 4 SUSAN S	9414 8149 0152 7181 9007 07	Unknown
	DOUGLAS ABELL DENTON	9414 8149 0152 7181 9007 52	Unknown
	DSD ENERGY RESOURCES LLC	9414 8149 0152 7181 9007 69	Unknown
2/5/2021	FIGURE 4 INVESTMENT TRUST	9414 8149 0152 7181 9007 76	Returned
	GEOMAR RESOURCES INC MIKE WALTRIP MARGE	9414 8149 0152 7181 9007 83	Unknown
	GEORGIA B BASS	9414 8149 0152 7181 9008 13	Unknown
1/13/2021	GLENN LATTIMORE FAMILY LP A TEXAS LIMITED P	9414 8149 0152 7181 9008 20	In-Transit
2/16/2021	HILL INVESTMENTS LTD CASODY ENTERPRISES LLC	9414 8149 0152 7181 9008 44	Returned
	L E OPPERMANN	9414 8149 0152 7181 9009 12	Unknown
	MARY MARGARET OLSON TRUST LEONARD M OLS	9414 8149 0152 7181 9009 74	Unknown
	MICKEY GIBSON	9414 8149 0152 7181 9010 25	Unknown
	OCCIDENTAL PERMIAN LTD SUCCESSOR TO AMOC	9414 8149 0152 7181 9010 70	Unknown
	OXY USA INC	9414 8149 0152 7181 9011 00	Unknown
1/9/2021	PONY OIL OPERATING LLC JOHN PAUL MERRITT CI	9414 8149 0152 7181 9011 62	Attempt
	RICHARD C GIBSON	9414 8149 0152 7181 9011 86	Unknown
	TD MINERALS LLC	9414 8149 0152 7181 9012 23	Unknown
	TEK PROPERTIES LTD % THOMAS E KELLY	9414 8149 0152 7181 9012 30	Unknown
1/14/2021	ALFRED F SCHRAM SR ESTATE C/O MARGARET E H	9414 8149 0152 7181 9006 77	Delivered
1/11/2021	BALONEY FEATHERS LTD BY ELK MOUNTAIN HOLD	9414 8149 0152 7181 9006 84	Delivered
1/19/2021	CAMTERRA RESOURCES PTNRS LTD ATTN ACCOUN	9414 8149 0152 7181 9006 91	Delivered
1/9/2021	CHRISTENSEN HOLDINGS LP	9414 8149 0152 7181 9007 14	Delivered
1/11/2021	CHRISTENSEN RESOURCE PROPERTIES LP	9414 8149 0152 7181 9007 21	Delivered
1/12/2021	DONALD C ALLMAN TRUST UA DATED 10-26-68 JP	9414 8149 0152 7181 9007 38	Delivered
1/9/2021	DOROTHY J KEENOM INDIV	9414 8149 0152 7181 9007 45	Delivered
1/12/2021	GEORGE ALLMAN JR TRUST UA DTD 10-26-68 JPM	9414 8149 0152 7181 9007 90	Delivered
1/12/2021	GEORGE M ALLMAN III TRUST GEORGE MARTIN A	9414 8149 0152 7181 9008 06	Delivered
1/11/2021	HATCH ROYALTY LLC	9414 8149 0152 7181 9008 37	Delivered
1/11/2021	H-S MINERALS & REALTY LTD RC STAR LLC GENER/	9414 8149 0152 7181 9008 51	Delivered
1/11/2021	INNERARITY FAMILY MINERALS LLC	9414 8149 0152 7181 9008 68	Delivered
1/9/2021	JADT MINERALS LTD	9414 8149 0152 7181 9008 75	Delivered
1/12/2021	JILL ALLMAN MANCUSO TRUST JILL ALLMAN MAN	9414 8149 0152 7181 9008 82	Delivered
1/19/2021	JOE N GIFFORD	9414 8149 0152 7181 9008 99	Delivered
1/27/2021	KIMBELL ROYALTY HOLDINGS LLC % DUNCAN MAI	9414 8149 0152 7181 9009 05	Delivered
1/13/2021	LISA GAIL KARABATSOS	9414 8149 0152 7181 9009 29	Delivered
1/11/2021	LORRAINE L JOHNSON FAMILY TRUST FARMERS N	9414 8149 0152 7181 9009 36	Delivered
1/12/2021	MARGARET SUE SCHROEDER TRUST UA DTD 10-26	9414 8149 0152 7181 9009 43	Delivered
1/12/2021	MARILYN M ALLMAN TRUST MARILYN MARIE ALL	9414 8149 0152 7181 9009 50	Delivered

1/12/2021	MARY ELIZABETH SCHRAM TRUST UA DTD 10-26-6	9414 8149 0152 7181 9009 67	Delivered
1/12/2021	MARY PATRICIA DOUGHERTY TRUST C/O NORTHE	9414 8149 0152 7181 9009 81	Delivered
1/9/2021	MCMULLEN MINERALS LLC	9414 8149 0152 7181 9009 98	Delivered
1/20/2021	MERPEL LLC PONY OIL OPERATING LLC JOHN PAUL	9414 8149 0152 7181 9010 01	Delivered
1/12/2021	MICHELLE ALLMAN GRANTOR TRUST UA DTD 12-3	9414 8149 0152 7181 9010 18	Delivered
1/11/2021	MOMENTUM MINERALS OPERATING LP	9414 8149 0152 7181 9010 32	Delivered
1/9/2021	NANCY PUFF JONES TRUST DOROTHY JEAN KEENC	9414 8149 0152 7181 9010 49	Delivered
1/11/2021	NANCY S THOMAS	9414 8149 0152 7181 9010 56	Delivered
1/12/2021	NANCY STALLWORTH THOMAS MARITAL TRUST JI	9414 8149 0152 7181 9010 63	Delivered
1/11/2021	ONRR ROYALTY MANAGEMENT PROGRAM	9414 8149 0152 7181 9010 87	Delivered
1/14/2021	OTTO & DORIS SCHROEDER FAMILY TR OTTO E SC	9414 8149 0152 7181 9010 94	Delivered
1/12/2021	P A ALLMAN TRUST PHYLLIS ANNE ALLMAN TTEE !	9414 8149 0152 7181 9011 17	Delivered
1/13/2021	PATRICIA B YOUNG MGMT TR 1ST NTL BK & TR CC	9414 8149 0152 7181 9011 24	Delivered
1/11/2021	PATRICIA BOYLE YOUNG	9414 8149 0152 7181 9011 31	Delivered
1/9/2021	PEGASUS RESOURCES LLC	9414 8149 0152 7181 9011 48	Delivered
1/13/2021	PERRY RESOURCES LLC	9414 8149 0152 7181 9011 55	Delivered
1/15/2021	REGENT OIL & GAS COMPANY LP	9414 8149 0152 7181 9011 79	Delivered
1/12/2021	RICHARD DONALD JONES JR	9414 8149 0152 7181 9011 93	Delivered
1/14/2021	SCHRAM FAMILY LIVING REVOCABLE TRUST C/O N	9414 8149 0152 7181 9012 09	Delivered
1/27/2021	SOURCE ROCK MINERALS LP	9414 8149 0152 7181 9012 16	Delivered
1/12/2021	THERESA ALLMAN SMITH GRANTOR TRUST UA DT	9414 8149 0152 7181 9012 47	Delivered
1/9/2021	TITUS OIL & GAS PRODUCTION LLC TITUS OIL & G/	9414 8149 0152 7181 9012 54	Delivered
1/9/2021	VERITAS TM RESOURCES LLC	9414 8149 0152 7181 9012 61	Delivered
1/11/2021	WEST BEND ENERGY PARTNERS LLC	9414 8149 0152 7181 9012 78	Delivered
	Sent 3/17/21		
3/24/2021	CATHERINE GRACE REVOCABLE TR DEC 4 SUSAN S	9405 5098 9864 2657 6721 25	Delivered
3/24/2021	DOUGLAS ABELL DENTON	9405 5098 9864 2040 0511 17	Delivered
3/24/2021	DSD ENERGY RESOURCES LLC	9405 5098 9864 2657 6622 63	Delivered
3/24/2021	GEOMAR RESOURCES INC MIKE WALTRIP MARGE	9405 5098 9864 2657 6526 77	Delivered
3/24/2021	GEORGIA B BASS	9405 5098 9864 2657 6425 31	Delivered
3/24/2021	GLENN LATTIMORE FAMILY LP A TEXAS LIMITED P	9405 5098 9864 2657 6351 51	Delivered
3/24/2021	L E OPPERMANN	9405 5098 9864 2657 6299 90	Delivered
3/24/2021	MARY MARGARET OLSON TRUST LEONARD M OLS	9405 5098 9864 2657 6161 50	Delivered
3/25/2021	MICKEY GIBSON	9405 5098 9864 2040 0047 62	Delivered
3/26/2021	OCCIDENTAL PERMIAN LTD SUCCESSOR TO AMOC	9405 5098 9864 2039 9919 12	Returned
3/26/2021	OXY USA INC	9405 5098 9864 2039 9952 86	Returned
3/24/2021	PONY OIL OPERATING LLC JOHN PAUL MERRITT CI	9405 5098 9864 2039 9821 63	Delivered
3/24/2021	RICHARD C GIBSON	9405 5098 9864 2657 5258 65	Delivered
	TD MINERALS LLC	9405 5098 9864 2657 6244 76	Delivered
3/24/2021	TEK PROPERTIES LTD % THOMAS E KELLY	9405 5098 9864 2657 6383 29	Delivered
	Notice sent 3/30/2	1	
4/2/2021		9405 5098 9864 2663 4903 79	Delivered
4/3/2021		9405 5098 9864 2663 4965 31	Delivered
4/2/2021		9405 5098 9864 2663 5018 60	Delivered
4/2/2021	Oxy USA Inc.	9405 5098 9864 2046 0203 60	Delivered

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY DEVON ENERGY PRODUCTION COMPANY, LP

ORDER NO. PLC-733

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application and the recommendation of the OCD Engineering Bureau, issues the following Order.

FINDINGS OF FACT

- 1. Devon Energy Production Company, LP ("Applicant") submitted a complete application to surface commingle and off-lease measure the oil and gas production ("Application") from the pools, leases, and wells identified in Exhibit A.
- 2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the pools, leases, and wells to be commingled is identical as defined in 19.15.12.7(B) NMAC.
- 4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the oil and gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless of whether they have a right or option to take their interests in kind, and those persons either submitted a written waiver or did not file an objection to the Application.
- 5. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 6. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.
- 7. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease identified in Exhibit A.
- 8. Applicant submitted or intends to submit one or more proposed communitization agreement(s) ("Proposed Agreement(s)") to the BLM or NMSLO, as applicable, identifying the leases to be consolidated into a single pooled area ("Pooled Area"), as described in Exhibit B.

Order No. PLC-733 Page 1 of 4

CONCLUSIONS OF LAW

- 9. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, and 19.15.12 NMAC.
- 10. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10(A)(2), (C)(4)(c), and (C)(4)(e) NMAC, as applicable.
- 11. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10(B)(1) or (C)(1) NMAC, as applicable.
- 12. Commingling of oil and gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10(B)(3) and (C)(4)(h) NMAC.
- 13. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

<u>ORDER</u>

- 1. Applicant is authorized to surface commingle and off-lease measure oil and gas production from the pools, leases, and wells identified in Exhibit A.
 - Applicant is authorized to surface commingle and off-lease measure, as applicable, oil and gas production from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A.
- 2. This Order supersedes Order OLM-154.
- 3. For each Pooled Area described in Exhibit B, Applicant shall submit a Proposed Agreement to the BLM or NMSLO, as applicable, prior to commencing oil and gas production. If Applicant fails to submit the Proposed Agreement, this Order shall terminate on the following day.
- 4. No later than sixty (60) days after the BLM or NMSLO approves or denies a Proposed Agreement, Applicant shall submit Form C-103 to OCD with a copy of the decision and a description of the approved lands, as applicable. If Applicant withdraws or the BLM or NMSLO denies a Proposed Agreement, this Order shall terminate on the date of such action, and Applicant shall cease commingling the production from the Pooled Area. If the BLM or NMSLO approves but modifies the Proposed Agreement(s), Applicant shall comply with the approved Agreement(s), and no later than sixty (60) days after such decision, Applicant shall submit a new surface commingle application to OCD to conform this Order with the approved Agreement(s). If OCD denies the new surface commingle application, this Order shall terminate on the date of such action.
- 5. Applicant shall allocate the oil and gas production to each lease within a Pooled Area in proportion to the acreage that each lease bears to the entire acreage of the Pooled Area described in Exhibit B.

Order No. PLC-733

- 6. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.
- 7. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling.
- 8. Applicant shall measure the commingled oil at a central tank battery described in Exhibit A in accordance with 19.15.18.15 NMAC or 19.15.23.8 NMAC.
- 9. Applicant shall measure the commingled gas at a central delivery point or central tank battery described in Exhibit A in accordance with 19.15.19.9 NMAC, provided however that if the gas is flared, and regardless of whether OCD has granted an exception pursuant to 19.15.18.12(B) NMAC, Applicant shall report the gas in accordance with 19.15.18.12(F) NMAC.
- 10. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.
- 11. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and gas production to less than if it had remained segregated, no later than sixty (60) days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose oil and gas production caused the decrease in value. If Applicant fails to submit a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.
- 12. If a well is not included in Exhibit A but produces from a pool or lease identified in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well and proposed method to determine the allocation of oil and gas production to it.
- 13. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 14. OCD retains jurisdiction and reserves the right to modify or revoke this Order as it deems necessary to prevent waste or protect correlative rights, public health, or the environment.

Order No. PLC-733 Page 3 of 4

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR AS/dm

DATE: _____5/19/2021

Order No. PLC-733 Page 4 of 4

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: PLC-733

Operator: Devon Energy Production Company, LP (6137)

Central Tank Battery: Maldives 15 Central Tank Battery 1

Central Tank Battery Location (NMPM): Unit D, Section 15, Township 23 South, Range 31 East Gas Custody Transfer Meter Location (NMPM): Unit D, Section 15, Township 23 South, Range 31 East

Pools

Pool Name	Pool Code	
JAMES RANCH; BONE SPRING	33840	
LOS MEDANOS; BONE SPRING	40295	

Leases as defined in 19.15.12.7(C) NMAC

Lease	Location (N	MDM	
Lease	•	•	
CA BS NMNM 138687	E/2 E/2	Sec 4-T23S-R31E	
CA B3 MINIMI 130007	E/2 E/2	Sec 9-T23S-R31E	
NMNM 405444	W/2	Sec 15-T23S-R31	
NMNM 405444A	W/2	Sec 22-T23S-R31	
NMNM 418220A	W/2	Sec 27-T23S-R31	

	Wells			
Well API	Well Name	Location (NMPM)	Pool Code	Train
30-015-44864	Ko Lanta 9 4 Fed Com #518H	P-09-23S-31E	40295	
30-015-44865	Ko Lanta 9 4 Fed Com #528H	P-09-23S-31E	40295	
30-015-45385	Maldives 15 27 Fed Com #231H	D-15-23S-31E	33840	
30-015-45384	Maldives 15 27 Fed Com #232H	D-15-23S-31E	33840	
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State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit B

Order: PLC-733

Operator: Devon Energy Production Company, LP (6137)

Doo	امما	Areas
POO	lea.	Areas

Pooled Area	Location (NN	ΛPM)	Acres	Pooled Area ID
	W/2	Sec 15-T23S-R31E		
CA BS BLM	W/2	Sec 22-T23S-R31E	960	Α
	W/2	Sec 27-T23S-R27E		

Leases Comprising Pooled Areas

Lease	Location (NMPM)		Acres	Pooled Area ID	
NMNM 405444	W/2	Sec 15-T23S-R31E	320	Α	
NMNM 405444A	W/2	Sec 22-T23S-R31E	320	Α	
NMNM 418220A	W/2	Sec 27-T23S-R31E	320	Α	
-					

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III
1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 14572

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
DEVON ENERGY PRODUCTION COMPAN	333 West Sheridan Ave.	Oklahoma City, OK73102	6137	14572	C-107B

OCD Reviewer	Condition
dmcclure	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval.