

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary Mark E. Fesmire, P.E. Director Oil Conservation Division

COMMINGLING ORDER CTB-546

Devon Energy Production Company, L.P. c/o Kellahin & Kellahin P.O. Box 2265 Santa Fe, New Mexico 87504

Attention: Mr. W. Thomas Kellahin

The above-named company is hereby authorized to surface commingle Northeast Bell Lake-Devonian Gas Pool (Gas - 97328) gas production from the following wells located in Section 33, Township 22 South, Range 34 East, NMPM, Lea County, New Mexico, located on Federal Leases No. NMNM-100864 and NMNM-19143:

Rio Blanco "33" Federal Well No. 1 (API No. 30-025-36359) 1000' FSL & 1620' FWL (Unit N) of Section 33 Dedicated Acreage: S/2 Section 33

Rio Blanco "33" Federal Well No. 2 (API No. 30-025-36360) 1980' FNL & 1980' FWL (Unit F) of Section 33 Dedicated Acreage: N/2 Section 33

Due to the diverse ownership between these two wells, the gas production from each well shall be separately metered prior to commingling. Gas production from each of the subject wells shall be determined by ratio utilizing allocation meter volumes and sales meter volumes.

The gas sales meter for the subject wells shall be located "off lease" at Duke Energy's CDP located in the SW/4 NE/4 of Section 3, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico.

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. It is the responsibility of the producer to notify the transporter of this commingling authority.

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

Commingling Order CTB-546 Devon Energy Production Company, L.P. August 17, 2004 Page 2 of 2

DONE at Santa Fe, New Mexico, on this 17th day of August, 2004.

4

MARK E. FESMIRE, P.E. Director

MEF/drc

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