

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



Administrative Order CTB-719
Administrative Application Reference No. pEH1418930362

July 31, 2014

Devon Energy Production Company, LP
Attention: Erin Workman

Devon Energy Production Company, LP (OGRID 6137) is hereby authorized to surface commingle oil and gas production from Hackberry; Bone Spring, NW (**97020**), and from the following leases and wells:

<u>Name</u>	<u>API No.</u>	<u>Footages</u>	<u>ULSTR</u>
Arcturus 18 Federal Well No. 1H	30-015-38237	400 FNL&200 FEL	A-18-19S-31E
Arcturus 18 Federal Well No. 2H	30-015-38390	1650 FNL&340 FEL	H-18-19S-31E
Arcturus 18 Federal Well No. 5H	30-015-41802	845 FNL&250 FEL	A-18-19S-31E
Arcturus 18 Federal Well No. 6H	30-015-42075	1820 FNL&208 FEL	H-18-19S-31E

All in NMPM, Eddy County, New Mexico

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Arcturus 18 Federal Com Well No. 1H central tank battery (CTB), located in Unit A, Section 18, Township 19 South, Range 31 East, NMPM, Eddy County, New Mexico.

The oil production from each well shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

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

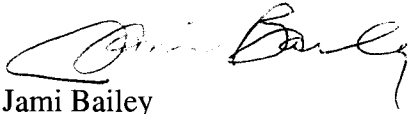
The operator shall notify the Artesia District office of the Division prior to implementation of the commingling operations.

This approval is subject to like approval from the Bureau of Land Management before commencing commingling operations.

July 31, 2014

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Done at Santa Fe, New Mexico, on July 31, 2014.

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with the first name "Jami" and last name "Bailey" clearly distinguishable.

Jami Bailey
Division Director

JB/mam

cc: Oil Conservation District Office – Artesia
Bureau of Land Management - Carlsbad