State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary

Adrienne Sandoval, Director Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-901

June 19, 2019

DEVON ENERGY PRODUCTION COMPANY, LP

Attention: Ms. Jenny Harms

Devon Production Company, LP (OGRID 6137) is hereby authorized to surface commingle oil and gas production and off-lease measure from Sand Dunes; Pool (Pool code 53800) from the following diversely owned federal leases and wells in Township 23 South, Range 32 East, Lea County, New Mexico:

Lease:

Federal Lease NMNM 63994

Description:

Lot 4/ Unit D, SE/4 NW/4, and W/2 SW/4 (W/2 W/2 equivalent of Section 5) and

Lot 1/ Unit A, SW/4 NE/4, and E/2 SE/4 (E/2 E/2 equivalent of Section 6)

Wells:

Boundary Raider 5 Federal Well No. 231H

API 30-025-45068

Boundary Raider 6 Federal Well No. 2H

API 30-025-41884

Lease:

Federal Lease CA NMNM 138280

Description: E/2 E/2 equivalent of Section 7

Well:

Boundary Raider 7 Federal Well No. 214H

API 30-025-44292

The commingled oil and gas production from the wells detailed above shall be measured and sold at the Boundary Raider 6 Federal Well No. 2H Central Tank Battery (CTB), located in the Unit A of Section 7, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico.

Production from the subject wells shall be determined as follows:

The oil and gas production from each of the diversely-owned leases shall be measured with allocation meters. The oil and gas production from each well will flow into a dedicated 3-phase separator. The production stream will be separated into 3 independent streams by the separator and each stream will be measured individually after it exits the separator, before commingling.

The allocation meters shall be calibrated quarterly in accordance with Rule 19.15.12.10.C (2) NMAC.

Subsequently drilled wells that produce from the subject pool 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.

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 Hobbs 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 commencement of the commingling operations.

Adrienne Sandoval

Director

AS/mam

cc: Oil Conservation Division – Hobbs

Bureau of Land Management - Carlsbad