New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John H. Bemis Cabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey Division Director Oil Conservation Division



Surface Commingling Order PLC-348 October 15, 2011

Devon Energy Production Company, L.P. 20 North Broadway Oklahoma City, OK, 73102

Attention: Melanie Crawford:

It is our understanding that diversely owned lands producing oil and gas from more than one common source of supply are proposed for commingling through facilities operated by the Devon Energy Production Company, L.P. ("applicant"). Applicant has made application for diversely owned surface commingling per 19.15.12.10.C.(4) NMAC. Notice has been provided and no objections were received.

Applicant is hereby authorized to surface commingle gas production from the following wells all located within Section 6, Township 20 South, Range 28 East, NMPM, Eddy County, New Mexico:

Angell 6 Federal Well No. 1 (API No. 30-015-29380), Located in Unit letter L of Section 6 Wildcat Fadeway; Cisco Canyon Pool (96752) Spacing Unit: NW/4 SW/4 of Section 6 (42.85 acres)

Angell Ranch 6 Fed Well No. 2 (API No. 30-015-34546), Located in Unit letter C (Lot 3) of Section 6 Angel Ranch; Morrow Gas Pool (70320) Spacing Unit: W/2 of Section 6 (331.3 acres)

Angell Ranch 6 Fed Well No. 3 (API No. 30-015-34534), Located in Unit letter P of Section 6 Angel Ranch; Atoka-Morrow Gas Pool (70310) Spacing Unit: E/2 of Section 6 (319.4 acres)

Indian Hill 6 Federal Well No. 1 (API No. 30-015-35731), Located in Unit letter M of Section 6 Angel Ranch; Atoka-Morrow Gas Pool (70310) Spacing Unit: W/2 of Section 6 (331.3 acres)

This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. Oil or condensate production is not approved for commingling. Gas from each

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well shall be continuously tested prior to being commingled for sales. The gas meters on this surface commingle shall be calibrated on a schedule based on throughput as per Division Rule 19.15.12.10.C.(2) NMAC.

Commingled gas production from the wells detailed above shall be sold at facilities located within Unit Letter E, Section 5, Township 20 South, Range 28 East, NMPM, of Eddy County, New Mexico.

Before commencing surface commingling, the operator must obtain approval from the Bureau of Land Management (BLM) as directed in 19.15.12.10.C.(4)(h) NMAC. The operator shall notify the District office of the Division prior to implementation of commingling operations. It is the responsibility of the producer to notify the transporter of this commingling authority.

Applicant has not provided notice that this commingle may be expanded with future wells or additional Pools, as per Division Rule 19.15.12.10.C.(4)(g) NMAC. Therefore, the addition of future wells to this commingle shall only be done after notices to all affected parties and approval from the Division.

**BAII Division Director** 

JB/wvjj

cc: Oil Conservation Division – Artesia Bureau of Land Management – Carlsbad