



# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
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Cabinet Secretary

**Jim Noel**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



Surface Commingling Order CTB-614

April 20, 2010

Devon Energy Production Company  
20 North Broadway – CT 3.056  
Oklahoma City, Oklahoma 73102-8260

Attention: Stephanie Ysasaga:

Devon Energy Production Company is hereby authorized to surface commingle gas production from the Happy Valley; Delaware Pool (29665) from the following leases and wells.

Lease: **State Lease No. LG-8291**

Well: Algerita 32 State Well No.1 (API No. 30-015-35339) SW/4SW/4, Sect. 32, T-22-S, R-26-E

Lease: **Federal Lease No. NM-97120**

Well: Rustler Hills Fed. Well No. 2 (API No. 30-015-36084) NE/4NW/4 Sect. 5, T-23-S, R-26-E.

## **All in NMPM, Eddy County, New Mexico**

Commingled gas production from the wells detailed above shall be measured at the Algerita 32 State Well No. 1 Central Tank battery (CTB), located in Unit M of Section 32, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico. The commingled gas production shall be flared subject to the provisions of NTL-4A, and the Division approved application for exception to the No-Flare Rule (Form C-129) pursuant to 19.15.7.37 NMAC and 19.15.18.12 NMAC.

**Oil production from the wells shall not be commingled.** However, the oil production from the wells is approved for off-lease measurement and storage.

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations.

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



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DONE at Santa Fe, New Mexico, on April 20, 2010.



MARK E. FESMIRE, P.E.,  
Acting Division Director

MEF/re

cc: Oil Conservation Division – Artesia  
Bureau of Land Management (BLM) – Carlsbad  
State Land Office (SLO) – Oil, Gas and Minerals Division