

COMMINGLING ORDER CTB-439

Devon Energy Corporation 20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260

Attention: Mr. Ken Gray

The above named company is hereby authorized to commingle Red Lake Queen-Grayburg-San Andres (51300) Pool production from the following leases:

Lease:	Hawk '8' Federal Well Nos.1, 2, 7 and 8 (Federal Lease No.NM-89156)
Description:	NW/4 SE/4, SE/4 SW/4, and;
Lease:	Hawk '8' Federal Well Nos.3, 5, 6, 9 and 10 (Federal Lease No.LC-070678)
Description:	N/2 SW/4, SW/4 SE/4, and;
Lease:	Hawk '8' Federal Well Nos.11 and 12 (Federal Lease No.NM-29273)
Description:	SE/4 SE/4, of

Section 8, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.

Production shall be allocated to each lease by well tests. (If this method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.)

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." If is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the District Office prior to implementation of the commingling process. Production shall be stored in Hawk '8' Federal tank battery facility located in Unit Letter K, Section 8, Township 18 South, Range 27 East, Eddy County, New Mexico.

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DONE at Santa Fe, New Mexico, on this 24th day of October, 1996.

0 WILLIAM J. LEMA Division Director

WJL/BES

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