

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary

Mark E. Fesmire, P.E. Director Oil Conservation Division

ADMINISTRATIVE ORDER OLM-19

Devon Energy Production Company, L.P. c/o Kellahin & Kellahin P.O. Box 2265 Santa Fe, New Mexico 87504

Attention: Mr. W. Thomas Kellahin

Rio Blanco "9" State Well No. 1 **API No. 30-025-36302** Unit B, Section 9, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico Northeast Bell Lake-Devonian Gas Pool (Gas -97328)

Reference is made to your request received by the Division on September 13, 2004, for an exception to Division Rule 303.A. to permit off-lease measurement of gas production from the Rio Blanco "9" State Well No. 1. It appears the application is complete, and notice has been provided to all interest owners within the N/2 of Section 9 in accordance with the provisions of Division Rule 303.D.

Devon Energy Production Company, L.P. is hereby authorized to utilize a Duke Energy Field Services gas sales meter located off-lease in the NW/4 NW/4 of Section 11, Township 23 South, Range 34 East, NMPM, to meter the gas production originating from the Rio Blanco "9" State Well No. 1, located in Unit B of Section 9, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico.

PROVIDED HOWEVER THAT, all oil production originating from the Rio Blanco "9" State Well No. 1 shall be metered and stored in its own storage facility located on the originating lease and no commingling of production from other sources shall be allowed.

NOTE: The operator shall notify the Hobbs District Office upon implementation of off-lease measurement operations.

DONE at Santa Fe, New Mexico on this 4th day of October, 2004.

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MARK E. FESMIRE, P.E.

Division Director

MEF/drc

cc: Oil Conservation Division – Hobbs State Land Office-Oil & Gas Division