

State of New Mexico
Energy, Minerals and Natural Resources Department

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Deputy Cabinet Secretary

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Oil Conservation Division



ADMINISTRATIVE CENTRAL TANK BATTERY ORDER

Administrative Order CTB-763
Administrative Application Reference No. pMAM1521754542

August 26, 2015

DEVON ENERGY PRODUCTION COMPANY, L.P.

Attention: Ms. Erin Workman

Devon Energy Production Company, L.P. (OGRID 6137) is hereby authorized to surface commingle oil and gas production from Hackberry; Bone Spring, NW Pool (97020) from the following leases and wells in Eddy County, New Mexico:

Lease: Federal lease NMNM90534
Description: E/2 W/2 of Section 19, Township 19 South, Range 31 East, NMPM
Well: Beetle Juice "19" Federal Well No. 3H

Lease: Federal lease NMNM90534
Description: W/2 W/2 of Section 19, Township 19 South, Range 31 East, NMPM
Well: Beetle Juice "19" Federal Well No. 4H

Lease: Federal lease NMNM90534
Description: N/2 S/2 of Section 19, Township 19 South, Range 31 East, NMPM
Well: Betelgeuse 19 Federal Well No. 7H

Lease: Federal lease NMNM90534
Description: S/2 S/2 of Section 19, Township 19 South, Range 31 East, NMPM
Well: Betelgeuse 19 Federal Well No. 8H

The combined project area for these wells include the W/2 and SE/4 of Section 19, Township 19 South, Range 31 East, NMPM, Eddy County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at the shared pad of the Beetle Juice "19" Federal Well No. 3H and Beetle Juice "19" Federal Well No. 4H Central Tank Battery (CTB), located in Unit C, Section 19, Township 19 South, Range 31 East, NMPM, Eddy 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 separately metered using allocation meters.

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

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.

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

Done at Santa Fe, New Mexico, on August 26, 2015.



DAVID R. CATANACH
Director

DRC/mam

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