

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Tony Delfin
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



May 24, 2016

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER

Administrative Order PLC-402-A
Administrative Application Reference No. pMAM1612432801

DEVON ENERGY PRODUCTION COMPANY, LP
Attention: Ms. Erin Workman

Pursuant to your application received on May 2, 2016, Devon Energy Production, Company LP (OGRID 6137) is hereby authorized to surface commingle oil and gas production from the following pools located in Township 26 South, Range 34 East, NMPM, Lea County, New Mexico;

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|---|---------|
| WC-025 G-08 S263412K; Bone Spring | (96672) |
| WC-025 G-06 S263407P; Upper Bone Spring | (97892) |
| WC-025 G-06 S263422P; Delaware | (98049) |

and from the following diversely owned wells on federal leases in said Section, Township and Range in Lea County, New Mexico.

Lease: Pending Federal Com. Agreement
Description: E/2 SE/4 of Section 15 and E/2 E/2 of Section 22
Well: Mean Green 22 Federal Com. Well No. 1H
Pool: WC-025 G-06 S263422P; Delaware

Lease: Federal Lease NMNM-100569
Description: NE/4 NE/4 of Section 27
Well: Mean Green 27 Federal Well No. 1
Pool: WC-025 G-06 S263422P; Delaware

Lease: Federal Lease NMNM-100569
Description: E/2 E/2 of Section 27
Well: Mean Green 27 Federal Well No. 2H
Pool: WC-025 G-08 S263412K; Bone Spring

Lease: Federal Lease NMNM-112941
Description: E/2 E/2 of Section 21
Well: Cobber 21 Federal Well No. 1H
Pool: WC-025 G-06 S263407P; Upper Bone Spring

The combined project area for these wells include the E/2 SE/4 of Section 15, E/2 E/2 of Section 21, and E/2 E/2 of Section 22, and E/2 E/2 of Section 27, Township 26 South, Range 34 East, NMPM, Lea County, New Mexico.

The commingled oil and gas production from the wells detailed above shall be measured and sold at Mean Green Federal Well No. 1 Tank Battery (CTB) located in Unit P, Section 22, Township 26 South, Range 34 East, Lea 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. Oil and gas production from wells within leases shall be measured using a combination of well testing and allocation meters.

After initial notification, future wells that will produce from the pools and leases approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

This Order supersedes Administrative Order PLC-402, issued on August 1, 2014.

The operator shall notify the transporter of this commingling authority.

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

The operator shall notify the Hobbs District office of the Division upon commencement of commingling operations.

DONE at Santa Fe, New Mexico, on May 24, 2016.

A handwritten signature in black ink, appearing to read "David R. Catanach". The signature is fluid and cursive, with a large initial "D" and "C".

DAVID R. CATANACH
Director

DRC/mam

cc: Oil Conservation Division District Office – Hobbs
Bureau of Land Management – Carlsbad