New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Jim Noel Cabinet Secretary

Karen W. Garcia Deputy Cabinet Secretary Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order PLC-331

Devon Energy Production Company, L.P 20 North Broadway Oklahoma City, OK 73102-8260

Attention: Norvella Adams

Devon Energy Production Company, L.P. ("Devon") is hereby authorized to surface commingle <u>oil and gas production</u> from the following Pools located in Township 21 South, Range 34 East NMPM;

Osudo; Morrow, West (Gas) (82240)

Wilson; Atoka (Gas) (97140) Wilson; Morrow (Gas) (87460)

and from the following diversely owned wells located on state leases in Lea County, New Mexico:

Outland State Unit Well No. 7 (API No. 30-025-35441), NW/4SE/4, Section 1

State R Well No. 3 (API No. 30-025-35442), NW/4SE/4, Section 1

State R Well No. 4 (API No. 30-025-36544), NW/4NE/4, Section 1

Outland state Unit Well No. 2 (API No. 30-025-34971), SW/4NW/4, Section 12

All in Township 21 South, Range 34 East, NMPM, Lea County, New mexico.

The Central Delivery Point (CDP) for the commingled production shall be located at the Outland State Unit Well No. 2 Central Tank Battery (CTB) in Section 12, Township 21 South, Range 34 East, NMPM, Lea County, New Mexico. Oil and gas production from the wells is approved for off lease measurement and sales.

Oil and gas production from the wells shall be measured continuously with calibrated allocation meters prior to commingling with production from other wells. The allocation meters shall be calibrated semi-annually.

This approval is subject to like approval by the State Land Office (SLO) before commencing the commingling operations



The producer/operator shall notify the transporter of this commingling authority.

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

DONE at Santa Fe, New Mexico, on August 9, 2010.

MARK E. FESMIRE, P.E.,

Division Director

MEF/re

cc: Oil Conservation Division District Office – Hobbs

State Land Office (SLO) – Oil, Gas, and Minerals Division – Santa Fe