



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

ADMINISTRATIVE ORDER DHC-3241

Devon Louisiana Corporation
20 North Broadway
Suite 1500
Oklahoma City, Oklahoma 73102

Attention: Ms. Karen Cottom

*Panther Martin Well No. 2
API No. 30-025-35378
Unit K, Section 3, Township 16 South, Range 35 East, NMPM,
Lea County, New Mexico
Undesignated North Shoe Bar-Atoka (Gas - 96763), and
North Shoe Bar-Morrow (Gas - 96882) Pools*

Dear Ms. Cottom:

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above described well to commingle production from the subject pools in the well bore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303.C., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the zones is hereby placed in abeyance.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

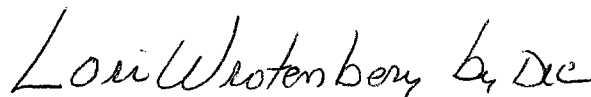
Undesignated North Shoe Bar-Atoka Gas Pool	Oil-0%	Gas-10%
North Shoe Bar-Morrow Gas Pool	Oil-100%	Gas-90%

REMARKS: The operator shall notify the Hobbs District Office of the Division upon implementation of commingling operations.

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 17th day of February, 2004.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



LORI WROTENBERY
Division Director

LW/DRC

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