OIL CONSERVATION DIVISION 2040 South Pachaco Streat Santa Fe, New Mexico 87505 (505) 827-7131

COMMINGLING ORDER CTB-440

Devon Energy Corporation 20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260

Attention: Mr. Ken Gray

The above named company is hereby authorized to commingle Redlake Queen-Grayburg-San Andres Pool (51300) production from the following leases:

Lease:

Eagle '33' Federal (Federal Lease No.NM-025528)

Description:

N/2 NE/4, SW/4 NE/4, S/2 SE/4 of Section 33, and

Lease:

Eagle '33' Federal (Federal Lease No.NM-056122)

Description:

SE/4 NE/4 of Section 33, and

Lease:

Eagle '33' Federal (Federal Lease No.LC-026874)

Description:

SE/4 SW/4 of Section 33, and

Lease:

Eagle '34' Federal (Federal Lease No.NM-0557370)

Description:

NE/4, NW/4 SE/4 of Section 34, and

Lease:

Eagle '34' Federal (Federal Lease No.LC-064050-A)

Description:

E/2 NW/4, NE/4 SE/4 of Section 34,

Lease:

Eagle '35' Federal (Federal Lease No.LC-064050-A)

Description:

NW/4 SW/4 of Section 35, and

Lease:

Eagle '34' Federal (Federal Lease No.LC-067849)

Description:

W/2 NW/4, SW/4 of Section 34,

all in Township 17 South, Range 27 East, NMPM, Eddy County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each lease prior to commingling.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: The commingled production shall be stored in the Eagle Federal tank battery facility located in Unit Letter 'K' of Section 34, Township 17 South, Range 27 East, NMPM, Eddy County, New Mexico.

FURTHER: The operator shall notify the Artesia district office of the Division prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 5th day of December, 1996.

LIAM J. LEMAY,

Division Director

WJL/BES

Oil Conservation Division - Artesia cc:

Bureau of Land Management - Carlsbad