NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

COMMINGLING ORDER PLC-159

Devon Energy Corporation (Nevada) 20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102

Attention: Ms. Candace Graham

The above named company is hereby authorized to commingle East Catclaw Draw-Strawn (Gas – 74400), and Catclaw Draw-Morrow (Prorated Gas - 74320) Pool production from the following leases:

Lease:

Inexco "17" Federal Well No. 1 (API No. 30-015-21136)

(Federal Lease No. NM-NM0400877C)

Description:

NE/4 SW/4 of Section 17, Township 21 South, Range 26 East, NMPM,

Lease:

Inexco "17" Federal Well No. 2 (API No. 30-015-27804)

(Federal Lease No. NM-NM84)

Description:

NW/4 NE/4 of Section 17, Township 21 South, Range 26 East, NMPM,

all located in 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 309-B 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 and measured at a common facility located in the NE/4 SW/4 of Section 17, Township 21 South, Range 26 East, NMPM, Eddy County, New Mexico on Federal Lease No. NM-NM0400877C.

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

PROVIDING: <u>Validation of this authority shall be accomplished by like approval from the U.S.</u> Bureau of Land Management.

Administrative Order PLC-159 Devon Energy Corporation (Nevada) October 25, 1999 Page 2

DONE at Santa Fe, New Mexico, on this 25th day of October, 1999.

LORI WROTENBERY,

Division Director

LW/MWA/kv

cc: Oil Conservation Division – Artesia

U.S. Bureau of Land Management - Carlsbad