Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

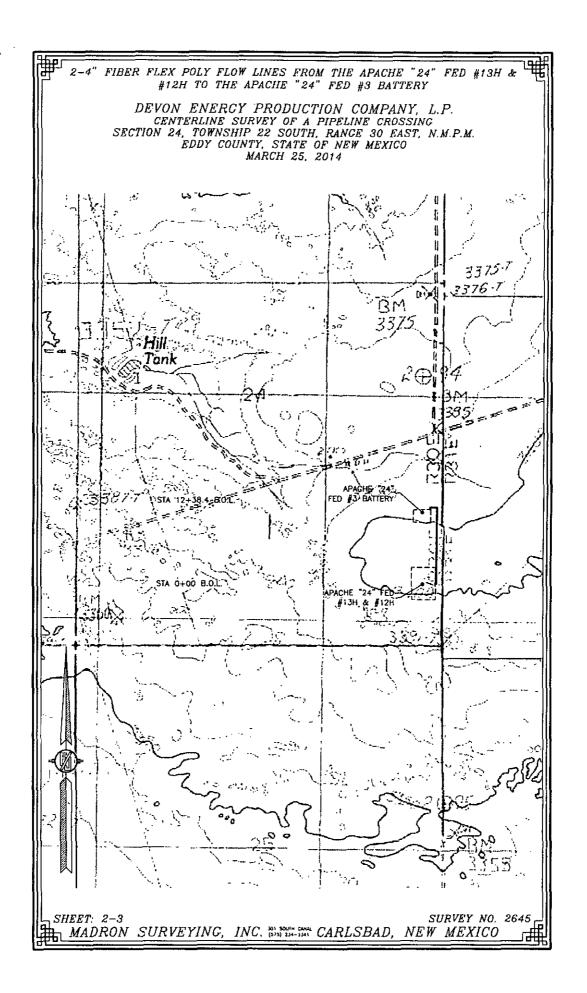
FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMNM89051

| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. | | | | | 6. If Indian, Allottee or Tribe Name | | | |
|--|--|--|--|---|---|-------------|--|--|
| SUBMIT IN TRIPLICATE - Other instructions on page 2 | | | | | 7. If Unit of CA/Agreement, Name and/or No. | | | |
| 1. Type of Well | | | | | Wall Name and No | | | |
| ✓ Oil Well Gas Well Other | | | | | 8. Well Name and No. Apache 24-23 Fed 12H | | | |
| 2. Name of Operator Devon Energy Production Company L.P. | | | | | 9. API Well No. 30-015-42551 | | | |
| 3a. Address 6488 Seven Rivers Highway Artesia, New Mexico 88210 3b. Phone (575) 748 | | | ıde area code) | | Field and Pool or Exploratory Area Quahada Ridge Delaware | | | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | | | | 1 | 11. Country or Parish, State | | | |
| Sec. 24, T22S, R30E; NESE, 920 | ' FSL 330' FEL | | | | Eddy County, NM | • | | |
| 12. CHE | ECK THE APPROPRIATE BO | X(ES) TO INDICAT | ΓΕ NATURE C | OF NOTIC | E, REPORT OR OT | HER DATA | \ | |
| TYPE OF SUBMISSION | | | TYPE | E OF ACTI | ON | | | |
| Notice of Intent | Acidize Alter Casing | Deepen Hydraulic | Fracturing [| Production (Start/Resume) Water Shut-Off Reclamation Well Integrity | | | | |
| Subsequent Report | Casing Repair | New Const | truction [| Recom | plete | ✓ Ot | her | |
| | Change Plans | Plug and A | bandon [| Тетро | porarily Abandon | | | |
| Final Abandonment Notice | Convert to Injection | Plug Back | [| Water | Disposal | | | |
| completion of the involved operatic completed. Final Abandonment Nois ready for final inspection.) Expected start date as soon as This is a request to lay an addid Apache 24 Fed 3 Tank Battery. The spacing for this line will be The poly line will carry no more The line will be in place for the Devon Energy bond #CO-1104 | s possible after approval; pro- itional 4 inch low pressure pro- is 30 feet wide by 1238.44 feet than 1,000 mcf/day at 125 life of the well or 30 years. | Il requirements, incl oject will take appr oly line buried with et (75.06 rods), co | luding reclamater oximately 10 thin the existing | ition, have to to 15 daying easeme | s. nt from the Apache NM OIL CO | the operato | r has detennined that the site 2H and 13H pad to the RVATION | |
| Reference Sundry Electronic S | Submission #242687 | Acc | D 2/1 epied to: NROC | r recor | 5.5 | ECEIVE | | |
| 14. I hereby certify that the foregoing is | true and correct. Name (Prina | red/Typed) Title | Frei | ld L | Landma | 11 | | |
| Signature Py Vn | | Date | , i/2i | 8/14 | | | | |
| | THE SPACE | FOR FEDERA | L OR STA | TE OF | CE USE | | | |
| Approved by Steve | e Caffey | | Title | FIELD | MANAGER | | B - 2 2016 | |
| Conditions of approval, if any, are attac certify that the applicant holds legal or which would entitle the applicant to con | equitable title to those rights in | | Office CAR | RLSBAD | FIELD OFFICE | ; | | |
| Title 18 U.S.C Section 1001 and Title 4 any false, fictitious or fraudulent statem | | | | and willfu | lly to make to any de | epartment o | or agency of the United States | |

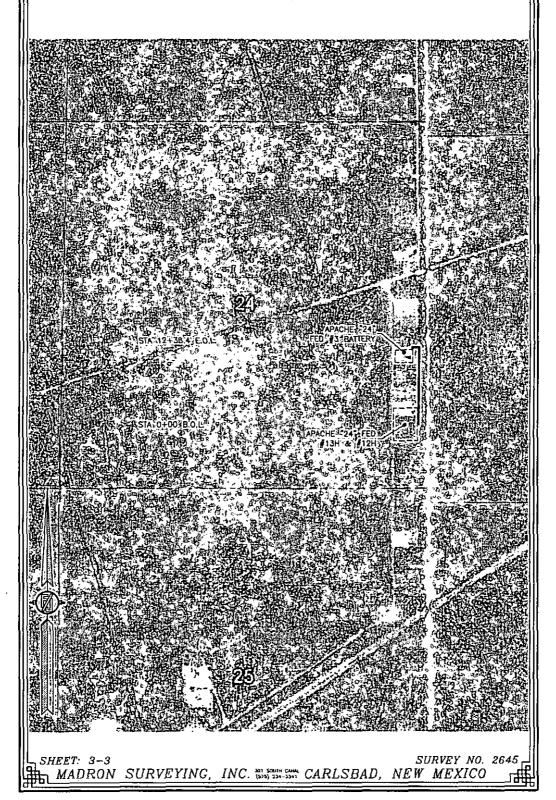
(Instructions on page 2)

4" FIBER FLEX POLY FLOW LINES FROM THE APACHE "24" FED #13H & #12H TO THE APACHE "24" FED #3 BATTERY DEVON ENERGY PRODUCTION COMPANY, L.P. CENTERLINE SURVEY OF A PIPELINE CROSSING SECTION 24, TOWNSHIP 22 SOUTH, RANGE 30 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO MARCH 25, 2014 2669.64 FT N89'48'42"E NB9"48'42"E_ 2669.64 FT 23 24 N00"04 FEESEC 24 \$00°10'34"E 203.87 FT <u>T.22S.,\ R.30E</u> THES BLM500'03'39'W STA 12+38.4 £.O.L. STA 12+08.4 PI LEFT STA 11+08.3 PI LEFT Š \$89'58'48' 100.06 FT STA |0+00 8.0.L. APACHE "24" FED ķ #13H & #12H 7 50705'19°E 950.78 FT 23 1 24 24 19 8C 1942 S89"50"30"W 2683.47 FT S89*49*34*W 2683.69 FT 30 26 25 25 DESCRIPTION A STRIP OF LAND 30 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 24, TOWNSHIP 22 SOUTH, RANGE 30 EAST, N.M.P.M., EDDY COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE BEGINNING AT A POINT WITHIN THE SE/4 SE/4 OF SAID SECTION 24, TOWNSHIP 22 SOUTH, RANGE 30 EAST, N.M.P.M., WHENCE THE SOUTHEAST CORNER OF SAID SECTION 24, TOWNSHIP 22 SOUTH, RANGE 30 EAST, N.M.P.M. BEARS SOTOS 19°E, A DISTANCE OF 950.78 FEET; THENCE NOO'00'04"W A DISTANCE OF 1108.30 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S89'58'48"W A DISTANCE OF 100.06 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S00'03'39"W A DISTANCE OF 30.08 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE EAST QUARTER CORNER OF SAID SECTION 24, TOWNSHIP 22 SOUTH, RANGE 30 EAST, N.M.P.W. BEARS N18"19"58"E, A DISTANCE OF 657.74 FEET; SAID STRIP OF LAND BEING 1238.44 FEET OR 75.05 RODS IN LENGTH, CONTAINING 0.853 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS: SE/4 SE/4 379.12 L.F. 22.98 RODS 0.261 ACRES NE/4 SE/4 859.32 L.F. 52.08 RODS 0.592 ACRES SURVEYOR CERTIFICATE I, FILMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY, IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLEF, AND THAT THESE SURVEY AND PLAT MEET THE MIXMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO. GENERAL NOTES .) THE INTENT OF THIS ROUTE SURVEY IS TO IN WITHERE WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD. ACQUIRE AN EASEMENT. 2.) BASIS OF BEARING IS NMSP EAST MODIFIED TO SURFACE COORDINATES. NEW MEXICO, THIS COAY OF APRIL 2014 MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220 Prone (575) 234-3341 SHEET: 1-3 SURVEY NO. 2645 INC. (975) 234-3341 OARLSBAD, MADRON SURVEYING, NEW MEXICO



2-4" FIBER FLEX POLY FLOW LINES FROM THE APACHE "24" FED #13H & #12H TO THE APACHE "24" FED #3 BATTERY

DEVON ENERGY PRODUCTION COMPANY, L.P. CENTERLINE SURVEY OF A PIPELINE CROSSING SECTION 24, TOWNSHIP 22 SOUTH, RANGE 30 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO MARCH 25, 2014



BLM LEASE NUMBER: NMNM89051

COMPANY NAME: Devon Energy Production Company LP

ASSOCIATED WELL NAME: Apache 24-23 Fed 12H

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

| 6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level. |
|--|
| 7. The maximum allowable disturbance for construction in this right-of-way will be $\underline{30}$ feet: |
| • Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed 20 feet. The trench is included in this area. (Blading is defined as the complete removal of brush and ground vegetation.) |
| • Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.) |
| • The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (Compressing can be caused by vehicle tires, placement of equipment, etc.) |
| 8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately6 inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding. |
| 9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer. |
| 10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade. |
| 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices. |
| 12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix. |
| () seed mixture 1 () seed mixture 3 () seed mixture 2 () seed mixture 4 (X) seed mixture 2/LPC () Aplomado Falcon Mixture |
| |

5. All construction and maintenance activity will be confined to the authorized right-of-way.

- 13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2.
- 14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.
- 15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.
- 16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.
- 17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.
- 18. <u>Escape Ramps</u> The operator will construct and maintain pipeline/utility trenches that are not otherwise fenced, screened, or netted to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:
 - a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
 - b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

19. Special Stipulations:

The Reclaim will be drill seeded.

Will be buried within the existing easement from apache 24 Fed 12 and 13 pad to Apache 24 fed 3 Tank Battery.

Lesser praire chicken stipulations apply.

Lesser Prairie-Chicken

Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

This authorization is subject to your Certificate of Participation and/or Certificate of Inclusion under the New Mexico Candidate Conservation Agreement. Because it involves surface disturbing activities covered under your Certificate, your Habitat Conservation Fund Account with the Center of Excellence for Hazardous Materials Management (CEHMM) will be debited according to Exhibit B Part 2 of the Certificate of Participation.