Form 3160-5 (August 2007)

# **UNITED STATES**

OCD Artesia

FORM APPROVED OMB NO. 1004-0135

DE BU SUNDRY Do not use thi	Expires: July 31, 2010  5. Lease Serial No. NMNM96222						
abandoned wei	II. Use form 3160-3 (API	D) for such proposals.		6. If Indian, Allottee o	r Tribe Name		
SUBMIT IN TRI	7. If Unit or CA/Agreement, Name and/or No.						
Type of Well	8. Well Name and No. NEW POTATO 11 FED COM 1H						
Name of Operator     DEVON ENERGY PRODUCT	9. API Well No. 30-015-43169-00-S1						
3a. Address 333 WEST SHERIDAN AVE OKLAHOMA CITY, OK 73102	3b. Phone No. (include area code) Ph: 405-552-7970		10. Field and Pool, or Exploratory CEDAR CANYON-BONE SPRING UNKNOWN				
4. Location of Well (Footage, Sec., T	11. County or Parish, and State						
Sec 11 T24S R29E SWNW 23	324FNL 641FWL			EDDY COUNTY, NM			
12. CHECK APPI	ROPRIATE BOX(ES) TO	O INDICATE NATURE OF 1	NOTICE, R	EPORT, OR OTHE	R DATA		
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent     ■     Notice of Intent     Notice of	☐ Acidize	□ Deepen	☐ Production (Start/Resume)		□ Water Shut-Off		
_	☐ Alter Casing	☐ Fracture Treat	☐ Reclam	ation	■ Well Integrity		
☐ Subsequent Report	Casing Repair	■ New Construction	☐ Recomplete		<b>⊠</b> Other		
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	□ Temporarily Abandon		Venting and/or Flari		
	Convert to Injection	Plug Back	□ Water I	Disposal			
13. Describe Proposed or Completed Ope If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Al determined that the site is ready for f	ally or recomplete horizontally, rk will be performed or provide I operations. If the operation re- pandonment Notices shall be file inal inspection.)  n Whitlock and confirmed	give subsurface locations and measure the Bond No. on file with BLM/BL/sults in a multiple completion or record only after all requirements, including the completion of the via e-mail from Charles Nimr	ared and true vol. Required submpletion in a ling reclamation on 01.2	ertical depths of all pertin bsequent reports shall be new interval, a Form 316 in, have been completed, 8.16.	nent markers and zones.  filed within 30 days  60-4 shall be filed once		
Devon Energy Production Company, LP respectfully requests to flare the New Potato 11 Fed Com 1H Battery(NMNM96222)due to DCP Plant going down. We are requesting 15 days, to begin 01.28.16 to							

02.12.16. This well is the only well producing to the battery.

Average daily Production

BOPD 550 MCFPD 850

100 2/26/16 MESCO

NM OIL CONSERVATION ARTESIA DISTRICT

FEB 2 2 2016

RECEIVED

14. I hereby certify that the	ne foregoing is true and correct. Electronic Submission #330435 verifie For DEVON ENERGY PRODUCT Committed to AFMSS for processing by PRI	ON CO	LP. sent to the Carlsbad					
Name (Printed/Typed)	ERIN WORKMAN	Title	REGULATORY COMPLIANCE PROF.					
Signature	(Electronic Submission)	Date	02/02/2016					
THIS SPACE FOR FEDERAL OR STATE OFFICE USE								
_Approved By_CHARLE	S <u>NIMMER</u>	Title	PETROLEUM ENGINEER	Date 02/16/2016				
certify that the applicant hol	ny, are attached. Approval of this notice does not warrant or ds legal or equitable title to those rights in the subject lease licant to conduct operations thereon.	Offic	c Carlsbad					

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

## Additional data for EC transaction #330435 that would not fit on the form

32. Additional remarks, continued

ATTACHED: C-129 E-mail with Verbal District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

#### State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No. (For Division Use Only)

### APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

A.	Applicant Devon Energy Production Company, LP,						
	whose address is 333 West Sheridan Avenue, OKC, OK 73102,						
	hereby requests an exception to Rule 19.15.18.12 for						
	N/A, Yr , for the following described tank battery (or LACT):						
	Name of Lease <u>NMNM96222</u> Name	of Pool (11520) Cedar Canyon; Bone Spring					
	Location of Battery: Unit Letter I Section	1 11 Township 23S Range 29E	-				
	Number of wells producing into battery 1 - New Potato 11 Fed Com 1H (30-015-43169)						
B.	Based upon oil production of550	barrels per day, the estimated *	volume				
	of gas to be flared is 850 MC	F; Valueper day					
C.	Name and location of nearest gas gathering facility: <u>Currently tied into DCP Midstream</u>						
D.	Distance Estimated cost of connection						
E.	This exception is requested for the following reasons:						
	Devon requesting flare due to DCP plant going down. We are requesting 15 days starting						
	01.28.16 to 02.12.16. Verbal received 01.28.16						
OPERATOR		OIL CONSERVATION DIVISION					
I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.		Approved Until					
2	a la la Mana	n.					
Signature C	Frie Workman	By					
Printed Name		Title					
<del></del>	rin Workman, Regulatory Compliance Prof.	Date	<del></del>				
E-mail Addre	ess <u>Erin.workman@dvn.com</u>						
Date 01.28.16 Telephone No. (405) 552-7970							

<sup>\*</sup> Gas-Oil ratio test may be required to verify estimated gas volume.

BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972

Devon Energy New Potato 11 Fed Com 1H NMNM96222

02/16/16

## **Condition of Approval to Flare Gas**

- 1. Comply with NTL-4A requirements
- 2. Subject to like approval from NMOCD
- 3. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08".
- 4. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time.
- 5. Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on sundry (form 3160-5).
- 6. This approval does not authorize any additional surface disturbance.
- 7. An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 8. Approval not to exceed 90 days.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.
- 10. If flaring is still required past 90 days submit new request for approval.

**Definition:** As per NTL-4A II. A. "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

43CFR3162.7-1 (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas and sulphur produced from the leased land.

43CFR3162.1 (a) The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources.