Form 3160-5 (August 2007)

Approved By

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease

which would entitle the applicant to conduct operations thereon.

UNITED STATES

FORM APPROVED

DE		NO. 1004-0135 s: July 31, 2010			
BUREAU OF LAND MANAGEMENT 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.			 Lease Serial No. 	5. Lease Scrial No. NMLC061862	
			· <u> </u>		
			6. If Indian, Allottee	6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRI	7. If Unit or CA/Agr	7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well	8. Well Name and No				
☑ Oil Well ☐ Gas Well ☐ Ott	COTTON DRAV	V UNIT 238H			
Name of Operator DEVON ENERGY PRODUCT	9. API Well No. 30-015-43269	9. API Well No. 30-015-43269-00-X1			
		b. Phone No. (include area code) Ph: 940-393-2190	10. Field and Pool, o	10. Field and Pool, or Exploratory PADUCA	
4. Location of Well (Footage, Sec., 7	11. County or Parish	11. County or Parish, and State			
Sec 13 T25S R31E NWNW 2	EDDY COUNT	EDDY COUNTY, NM			
12. CHECK APPI	ROPRIATE BOX(ES) TO I	NDICATE NATURE OF 1	NOTICE, REPORT, OR OTHI	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent ☐ Subsequent Report	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	■ Water Shut-Off	
	☐ Alter Casing	□ Fracture Treat	☐ Reclamation	■ Well Integrity	
	□ Casing Repair	New Construction	☐ Recomplete	Other	
☐ Final Abandonment Notice	□ Change Plans	Plug and Abandon	□ Temporarily Abandon		
	Convert to Injection	□ Plug Back	■ Water Disposal		
Attach the Bond under which the wo following completion of the involved	ally or recomplete horizontally, given will be performed or provide the operations. If the operation result bandonment Notices shall be filed or the control of the control	e subsurface locations and measu Bond No. on file with BLM/BIA s in a multiple completion or reco	g date of any proposed work and appropried and true vertical depths of all pertained. Required subsequent reports shall be impletion in a new interval, a Form 3 ling reclamation, have been completed	inent markers and zones. be filed within 30 days 60-4 shall be filed once	
Respectfully request approval starting at an existing electric T25S-R31E, extending 36.82 Section 13, T25S-R31E, Eddy	line, ROW #: NM - 132451, I feet (2.23 rods) to the CDU :	located in the NW/4 NW/4	of Section 13, he NW/4 NW/4 of		
Wire size is 1/0 with 45'C4 po	NIM OIL COI ARTESIA	NSERVATION DISTRICT			
36.82 feet (2.23 rods) by 30 feet in width containing 0.025 acres. See attached After Built Plats. MAY 0 9 2016					
				2010	
NRS JB	4-29-16		RECE	EIVED	
14. I hereby certify that the foregoing is	true and correct.				
	Electronic Submission #337 For DEVON ENERGY	PRODUCTION CO LP. sent	to the Carlsbad		
Committed to AFMSS for processing by PRISCILL			n 04/28/2016 (16PP1040SE)		
Name (Printed/Typed) GREGG L	ARSON	Title RIGHT	OF WAY SUPERINTENDENT		
Signature (Electronic S	Submission)	Date ' 04/28/2	016		

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.

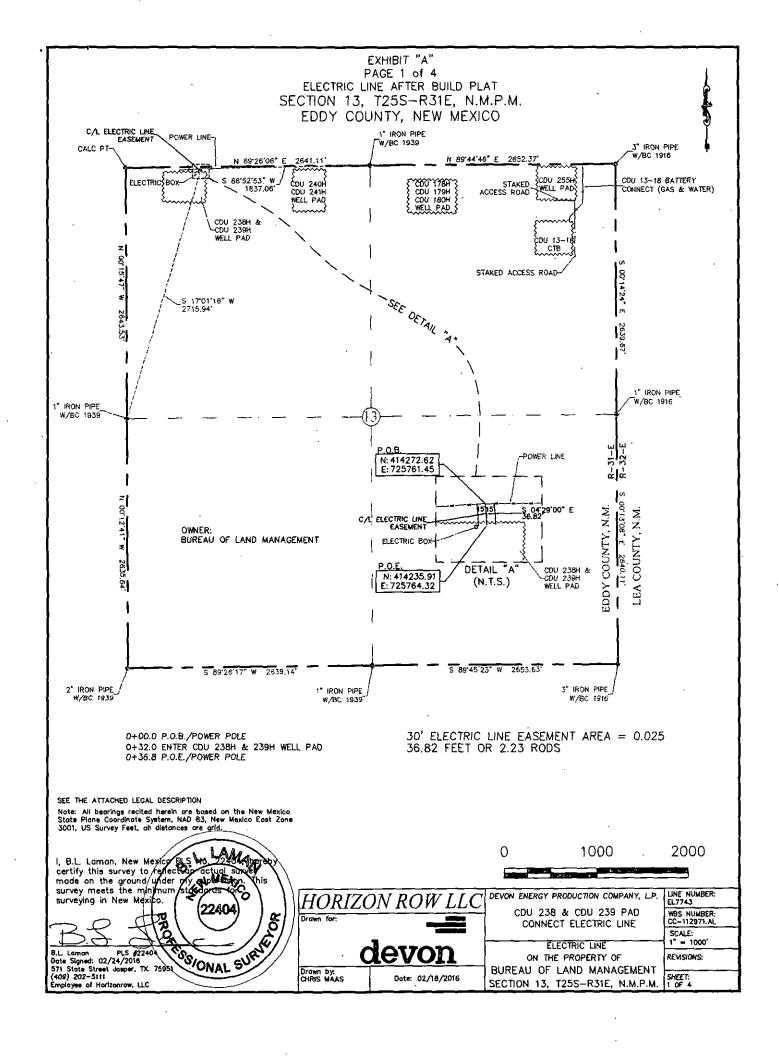
THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Title

Office

FIELD MANAGER

CARLSBAD FIELD OFFICE



SECTION 13, T25S-R31E, N.M.P.M., EDDY COUNTY, NEW MEXICO

LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

ELECTRIC LINE AFTER BUILD PLAT

BUREAU OF LAND MANAGEMENT

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the northwest quarter (NW ¼) of Section 13, Township 25 South, Range 31 East, N.M.P.M., Eddy County, New Mexico, and being out of a parcel of land owned by the Bureau of Land Management. Said centerline of easement being more particularly described as follows:

Commencing from a 1" iron pipe w/ BC 1939 for the north quarter corner of Section 13, T25S-R31E, N.M.P.M., Eddy County, New Mexico;

Thence S 88°52'53" W a distance of 1837.06' to the **Point of Beginning** of this easement having coordinates of Northing=414272.62, Easting=725761.45 feet and continuing the following courses:

Thence S 04°29'00" E'a distance of 36.82' to the **Point of Ending** having coordinates of Northing=414235.91, Easting=725764.32 feet in the northwest quarter (NW ½) of Section 13, T25S-R31E, N.M.P.M., Eddy County, New Mexico from said point a 1" iron pipe w/BC 1939 for the west quarter corner of Section 13, T25S-R31E bears S 17°01'16" W a distance of 2715.94', covering 36.82' or 2.23 rods and having an area of 0.025 acre.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

OFFICS/ONAL

B.L. Laman

PLS 22404

Date Signed: 02/26/2016

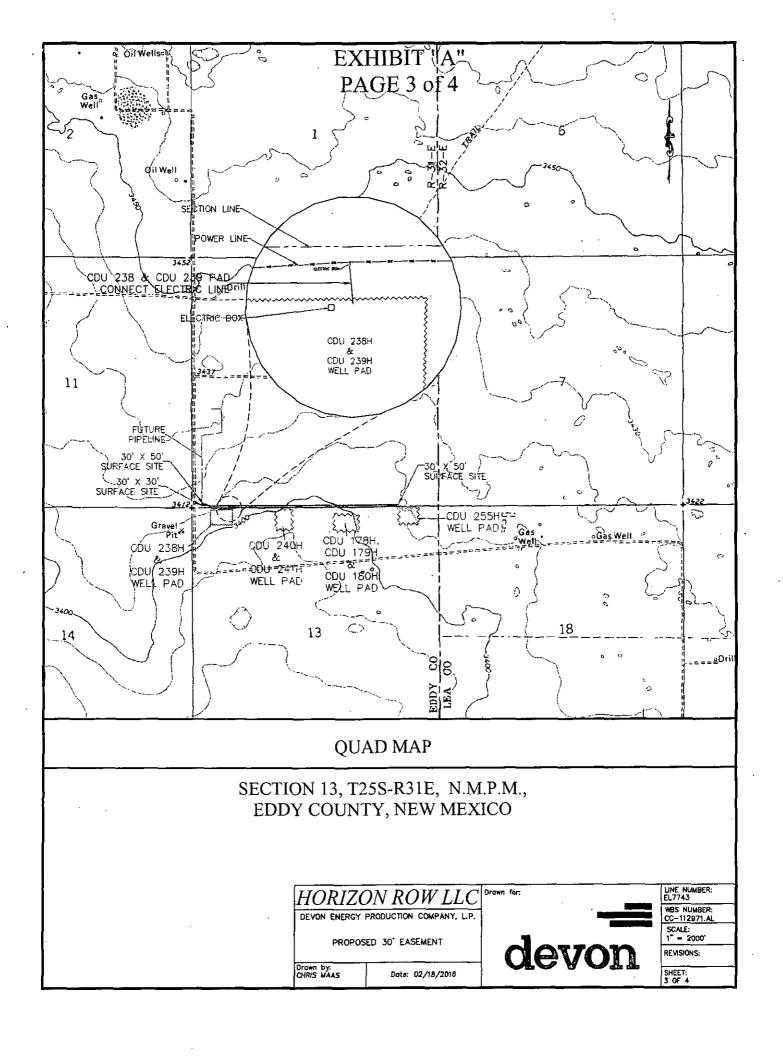
Horizon Row, LLC

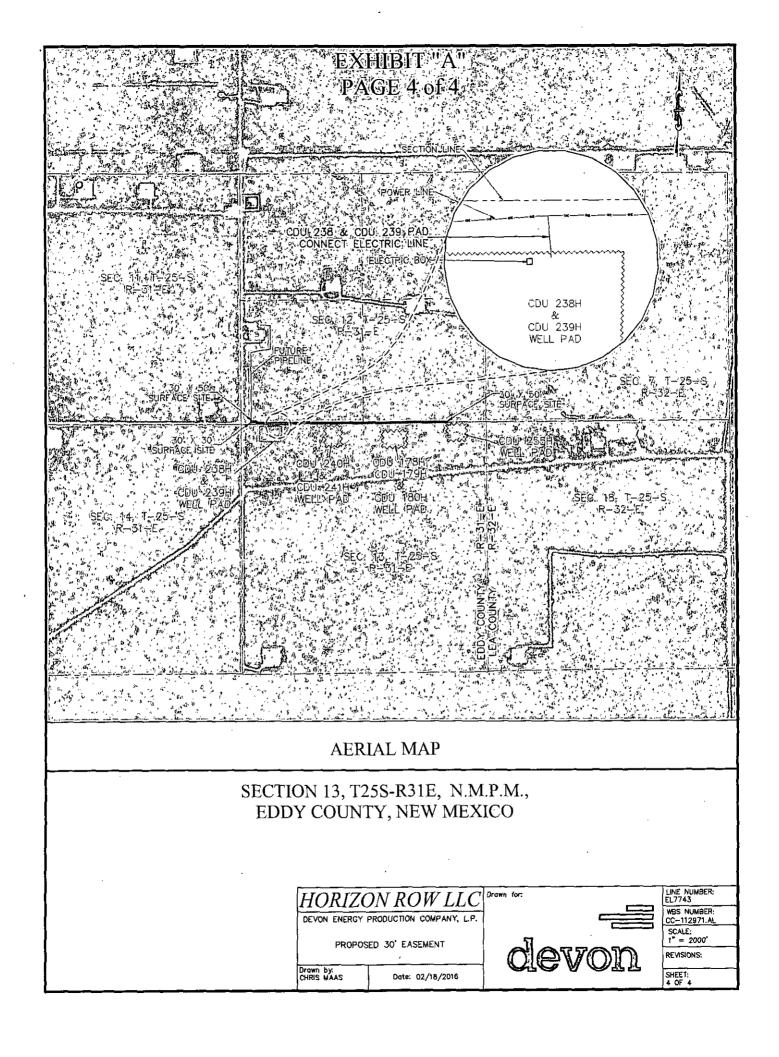
571 State Street Jasper, TX

(409) 383-3572

75951

Employee of Horizon Row, LLC





Company Reference: Devon energy Production CO Well No. & Name: Cotton Draw Unit 238H

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, 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. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.
- 5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or

additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

- 6. 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 the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.
- 8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.
- 9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.
- 10. Any cultural and/or paleontological resource (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.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling 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. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. 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.