Form 3160-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

**OCD Hobbs** 

FORM APPROVED OMB NO. 1004-0135

Expires: July 31,	
Lease Serial No.	

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 reverse side.					7. If Unit or CA/Agreement, Name and/or No. GAUCHO UNIT				
1. Type of Well					8. Well Name and No.				
☐ Oil Well ☐ Gas Well 🖸 Other: UNKNOWN OTH					GAUCHO UNIT 14	łH			
2. Name of Operator Contact: SCOTT SANKEY DEVON ENERGY PRODUCTION CO.E-Mail: msankey@gmail.com					9. API Well No. 30-025-41571				
3a. Address ATTN: JOE LARA P.O. BOX 2 ARTESIA, NM 88211	3b. Phone No. (include area code) Ph: 512-779-3991  AUG 2 9 2014				10. Field and Pool, or Exploratory UNDESIGNATED				
4. Location of Well (Footage, Sec., T.	., R., M., or Survey Description,	)	ДÜÜ	В		11. County or Parish, a	nd State	e	
Sec 20 T22S R34E Mer NMP	150FNL 660FWL			RECEIV	IED	LEA COUNTY C	OUNT	TY, NM	
12. CHECK APPR	ROPRIATE BOX(ES) TO	INDICATE	NATURE	OF NO	OTICE, RE	EPORT, OR OTHER	DAT	`A	
TYPE OF SUBMISSION	-		TY	PE OF A	ACTION			-	
Notice of Intent     ■	☐ Acidize ☐		oen		☐ Production (Start/Resume)		■ Water Shut-Off		
_	☐ Alter Casing	☐ Frac	ture Treat		☐ Reclama	ation		ell Integrity	
☐ Subsequent Report	□ Casing Repair	□ New	Constructi	on	☐ Recomp	lete	⊠ Ot		
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Aband	lon	☐ Tempora	arily Abandon	Surfa	ace Disturbance	
	Convert to Injection	Convert to Injection Plug			□ Water D	isposal			
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 Ab determined that the site is ready for final	ally or recomplete horizontally, it will be performed or provide operations. If the operation respondenment Notices shall be file	give subsurface the Bond No. on sults in a multiple	locations and file with BL completion	i measure LM/BIA. or recom	d and true ve Required sub pletion in a n	rtical depths of all pertine sequent reports shall be new interval, a Form 3160	ent mark filed wit 0-4 shall	kers and zones. thin 30 days I be filed once	
To lay two surface 4" poly flex NW/4NW/4 of Section 20, T22 NE/4SW/4 of said section.	flow lines from the Gauch S-R34E to connect to the	ho Unit 14H a Gaucho Unit	nd 15H we Central B	ells loca attery lo	ted in the ocated in th	ne		٠	
These lines are expected to ca	arry 1500 BFPD at 125 Ps	SI.							
The spacing for said lines is 3	0 feet wide by 7084.65 fe	et (429.37 roc	ls), contaiı	ning 4.8	8 acres.				
See attached plat #2581.						٠,			
		•		S	EE AT	TACHED FOR	ζ 37 A T	· ,	
•				CONI	DITION	IS OF APPRO	V AL	<b></b>	
14. I hereby certify that the foregoing is	true and correct.  Electronic Submission #2  For DEVON ENE  Committed to AFMSS for page 2	RGY PRODU¢	TIÔN CO.,	sent to	the Hobbs	-			
Name (Printed/Typed) SCOTT SANKEY			Title AUTHORIZED AGENT						
1					*				
Signature (Electronic S	Submission)		Date 0	1/28/201	14				
	THIS SPACE FO	OR FEDERA	L OR ST	ATE O	FFICE US	SE			
Approved By	auen i Aerev		Title	FIE	LD MANA	GER		MG 2 0 2014	= !
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalich would entitle the applicant to conductive.	uitable title to those rights in the		i	CARLSI	BAD FIELD	OFFICE	<u>r</u>		
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a				rillfully to ma	ake to any department or	agency (	of the United	_

\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\*

OPERATOR-SUBMITTED \*\*

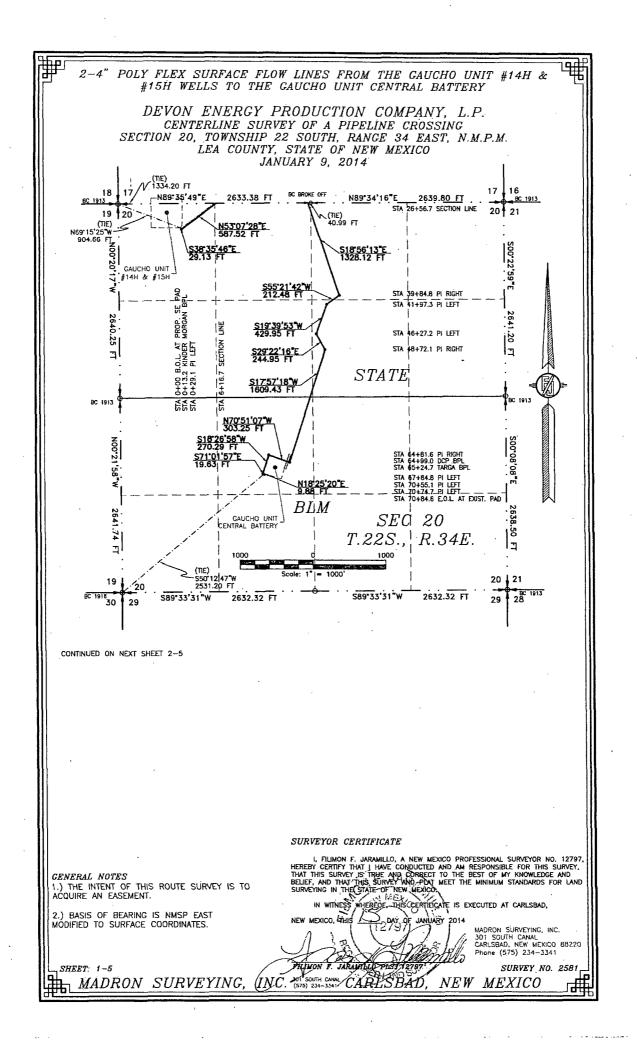
OPERATOR-SUBMITTED \*\*

OPERATOR-SUBMITTED \*\*

OPERATOR-SUBMITTED \*\*







## 2-4" POLY FLEX SURFACE FLOW LINES FROM THE GAUCHO UNIT #14H & #15H WELLS TO THE GAUCHO UNIT CENTRAL BATTERY

DEVON ENERGY PRODUCTION COMPANY, L.P. CENTERLINE SURVEY OF A PIPELINE CROSSING SECTION 20, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO JANUARY 9, 2014

CONTINUED FROM PREVIOUS SHEET 1-5

## DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING STATE OF NEW MEXICO AND BUREAU OF LAND MANAGEMENT LAND IN SECTION 20, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M., LEA COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE NW/4 NW/4 OF SAID SECTION 20, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M., WHENCE THE NORTHWEST CORNER OF SAID SECTION 20, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M. BEARS N69 15 25 W. A DISTANCE OF

THENCE S3'35'46"E A DISTANCE OF 29.13 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE N53'07'28"E A DISTANCE OF 587.52 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHWEST CORNER OF
SAID SECTION 20, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M. BEARS S89'35'49"W, A DISTANCE OF 1334.20 FEET;

SAID STRIP OF LAND BEING 616.65 FEET OR 37.37 RODS IN LENGTH, CONTAINING 0.425 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

NW/4 NW/4 594.85 L.F. 36.05 RODS 0.410 ACRES STATE NE/4 NW/4 21.80 L.F. 1.32 RODS 0.015 ACRES STATE

FROM SEC. 17 TO E.O.L.
BEGINNING AT A POINT WITHIN THE NE/4 NW/4 OF SAID SECTION 20, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M., WHENCE THE NORTH QUARTER CORNER OF SAID SECTION 20, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M. BEARS N89'35'49"E, A DISTANCE OF 40.99 FEET;

40.99 FEET;
THENCE S18'56'13"E A DISTANCE OF 1328.12 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S55'21'42"W A DISTANCE OF 429.95 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S19'39'53"W A DISTANCE OF 429.95 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S29'22'16"E A DISTANCE OF 244.95 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S17'57'18"W A DISTANCE OF 1609.43 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE N70'51'07"W A DISTANCE OF 303.25 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S18'26'58"W A DISTANCE OF 270.29 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S18'26'58"W A DISTANCE OF 270.29 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S18'26'50"W A DISTANCE OF 19.63 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE N18'25'20"E A DISTANCE OF 9.88 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE SOUTHWEST CORNER OF SAID SECTION 20, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M. BEARS SSO'12'47"W, A DISTANCE OF 2531.20 FEET;

SAID STRIP OF LAND BEING 4427.98 FEET OR 268.36 RODS IN LENGTH, CONTAINING 3.050 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

NE/4 NW/4 128.54 L.F. 7.79 RODS 0.089 ACRES STATE NW/4 NE/4 1307.57 LF. 79.25 RODS 0.901 ACRES SW/4 NE/4 1348.95 LF. 81.75 RODS 0.929 ACRES SE/4 NW/4 108.14 LF. 6.55 RODS 0.074 ACRES STATE STATE SE/4 NW/4 STATE NE/4 SW/4 1534.78 L.F. 93,02 RODS 1.057 ACRES BLM

## SURVEYOR CERTIFICATE

THURON V. SARAGELL

GENERAL NOTES 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

2.) BASIS OF BEARING IS NMSP EAST MODIFIED TO SURFACE COORDINATES.

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 HIS TRUE- AND -CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT, THIS SURVEY AND FLAT, MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS (WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD.

NEW MEXICO, THIS

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220 Phone (575) 234-3341

SURVEY NO. 258:

MADRON SURVEYING,

301 SOUTH CANAL (575) 234-3341 ĆARLSBAD, MEXICO

SHEET: 2-5

POLY FLEX SURFACE FLOW LINES FROM THE GAUCHO UNIT #14H & #15H WELLS TO THE GAUCHO UNIT CENTRAL BATTERY DEVON ENERGY PRODUCTION COMPANY, L.P. CENTERLINE SURVEY OF A PIPELINE CROSSING SECTION 17, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO JANUARY 9, 2014 N89'35'07"E N89'37'31"E 2634.42 FT 2636.66 FT 18 17 Scale: 1 N00"20 18+70.5 26+56.7 STA SEC17 R.34E. BC 1913 STATE MORGAN BPL KINDER ō 70 N53 07'28"E 1253.89 FT 17 | 16 18 1 17 S89'34'16"W BC 1913 21 BC BROKE OFF \$89°35'49"W 2633.38 FT 2639.80 FT 20 √ (TIE) 1334.20 FT DESCRIPTION A STRIP OF LAND 30 FEET WIDE CROSSING STATE OF NEW MEXICO LAND IN SECTION 17, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M., LEA COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY: BEGINNING AT A POINT WITHIN THE SE/4 SW/4 OF SAID SECTION 17, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M., WHENCE THE SOUTHWEST CORNER OF SAID SECTION 17, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M. BEARS S89'35'49'W, A DISTANCE OF 1334.20 FEET; THENCE N53'07'28"E A DISTANCE OF 1253.89 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;
THENCE S18'56'13"E A DISTANCE OF 786.13 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE SOUTH QUARTER CORNER
OF SAID SECTION 17, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M. BEARS N89'35'49"E, A DISTANCE OF 40.99 FEET; SAID STRIP OF LAND BEING 2040.02 FEET OR 123.64 RODS IN LENGTH, CONTAINING 1.405 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS: SE/4 SW/4 2040.02 LF. 123.64 RODS 1.405 ACRES SURVEYOR CERTIFICATE I, FILIMON 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-JAND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS-SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD, GENERAL NOTES 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT. MEXICO, THIS (1250) DAY OF JAMUARY 2014 2.) BASIS OF BEARING IS NMSP EAST MODIFIED TO SURFACE COORDINATES. MADRON SURVEYINC, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220 Phone (575) 234-3341

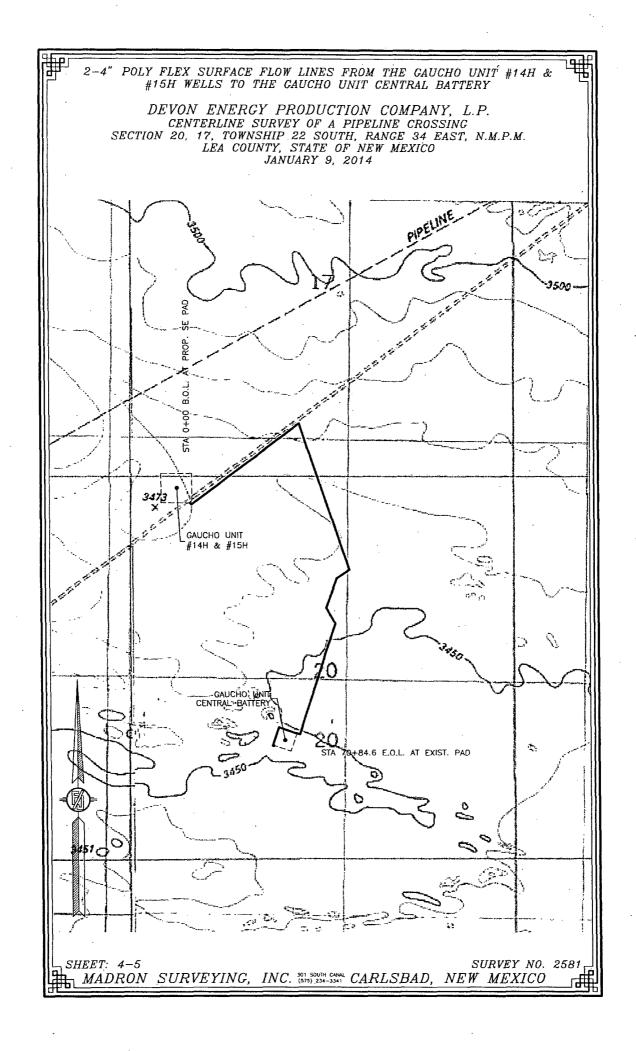
301 SOUTH CANAL CARLSBAD

INC.

SHEET: 3-5

MADRON SURVEYING,

SURVEY NO. 258:



2-4" POLY FLEX SURFACE FLOW LINES FROM THE GAUCHO UNIT #14H & #15H WELLS TO THE GAUCHO UNIT CENTRAL BATTERY

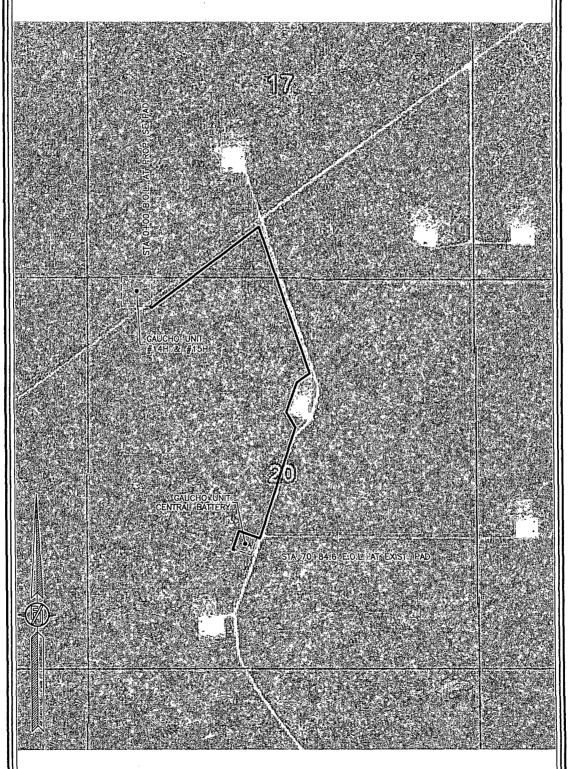
DEVON ENERGY PRODUCTION COMPANY, L.P.

CENTERLINE SURVEY OF A PIPELINE CROSSING

SECTION 20, 17, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M.

LEA COUNTY, STATE OF NEW MEXICO

JANUARY 9, 2014



SHEET: 5-5
SURVEY NO. 2581
MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO

<u>BLM LEASE NUMBER</u>: NMNM098247, NMNM94480X <u>COMPANY NAME</u>: Devon Energy Production Company, L.P. <u>ASSOCIATED WELL NAME</u>: Gaucho Unit 3H, 10H, 12H and 14H Surface Pipelines

## STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the application (Grant, Sundry Notice, APD) 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 activity of 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. The holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. The holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:
  - a. Activities of the holder including, but not limited to construction, operation, maintenance,

and termination of the facility.

- b. Activities of other parties including, but not limited to:
  - (1) Land clearing.
  - (2) Earth-disturbing and earth-moving work.
  - (3) Blasting.
  - (4) Vandalism and sabotage.
- c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

- 5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, 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, salt water, or other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the 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 the holder of any responsibility as provided herein.
- 6. All construction and maintenance activity will be confined to the authorized right-of-way width of \_\_\_\_\_\_\_ feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline must be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline must be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity will be confined to existing roads or right-of-ways.
- 7. No blading or clearing of any vegetation will be allowed unless approved in writing by the Authorized Officer.
- 8. The holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline will be "snaked" around hummocks and dunes rather then suspended across these features.
- 9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.

- 10. 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.
- 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. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.
- 13. 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. Signs will be maintained in a legible condition for the life of the pipeline.
- 14. 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. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.
- 15. 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 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.
- 16. 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 the roads, powerline 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.
- 17. Surface pipelines must be less than or equal to 4 inches and a working pressure below 125 psi.

# 18. Special Stipulations:

a. 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 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.