OCD-HOBBS

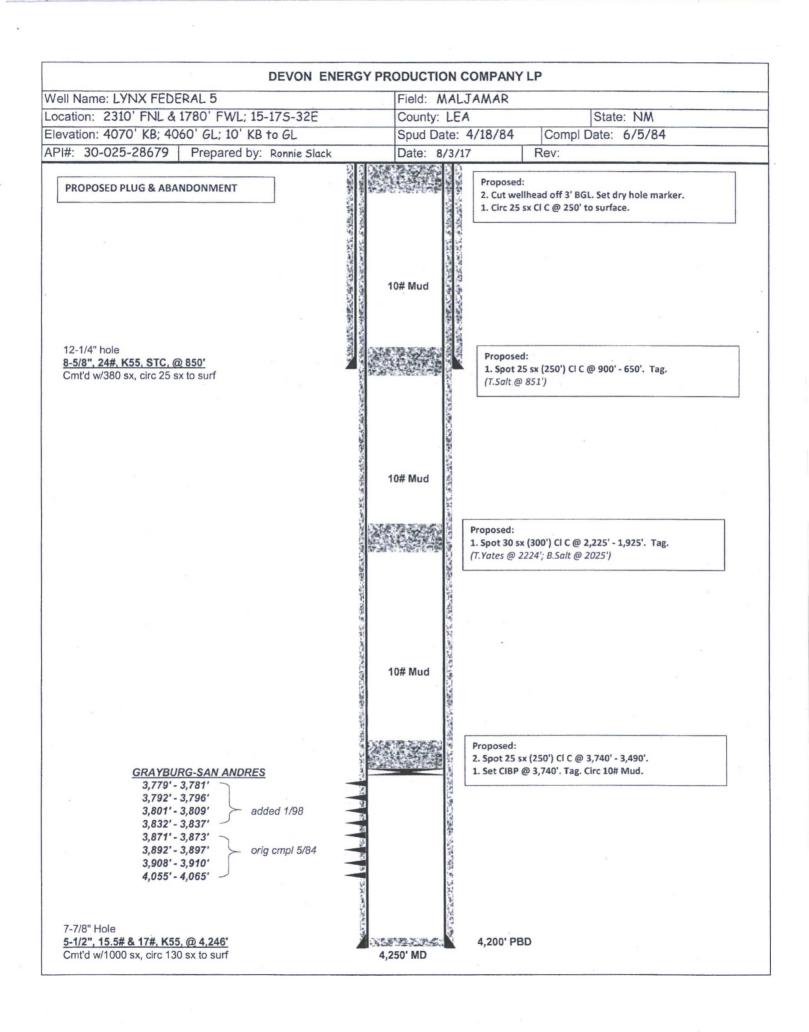
Form 3160-5 (June 2015)

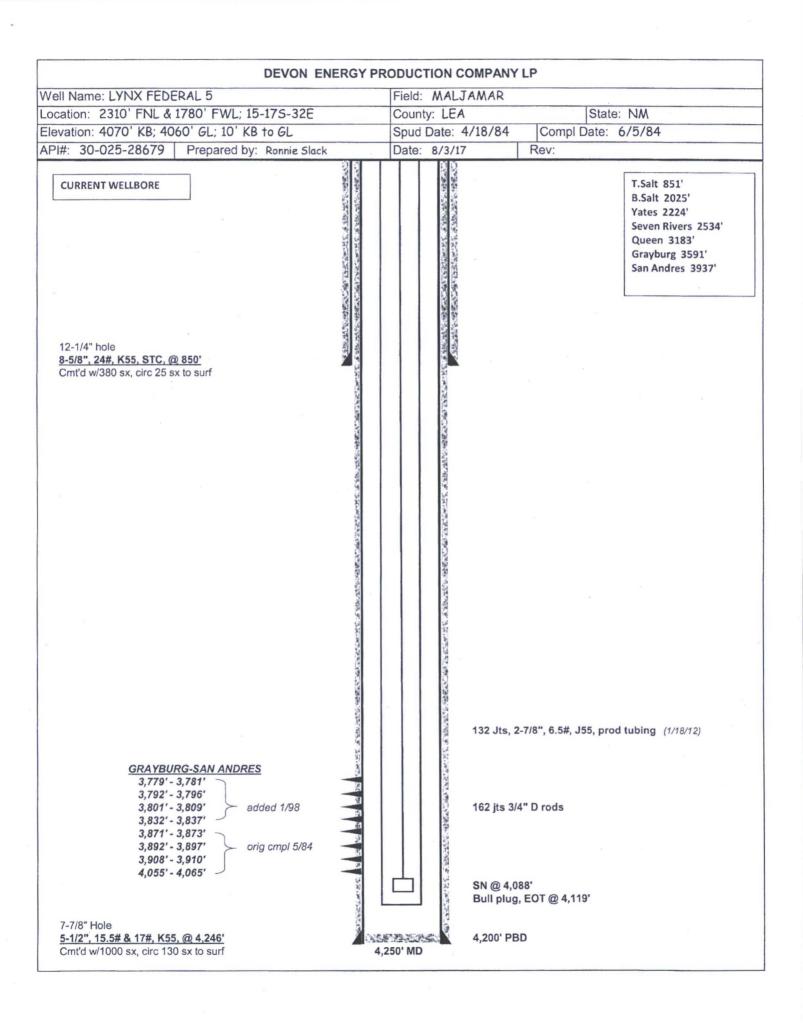
UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB NO. 1004-0137

DUBEALOELAND MANACEMENT						Expires: January 31, 2018		
SUNDRY NOTICES AND REPORTS ON WELLS					5. Lease Serial No. NMLC054687			
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. SUBMIT IN TRIPLICATE - Other instructions on page 2					6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - Other instructions on page 2 0C1 1. Type of Well					7. If Unit or CA/Agreement, Name and/or No.			
Type of Well	RE	6. If Indian, Allottee or Tribe Name 2 OC FREE 7. If Unit or CA/Agreement, Name and/or No. 8. Well Name and No. LYNX FEDERAL 5						
2. Name of Operator DEVON ENERGY PRODUCT	CK		9. API Well No. 30-025-28679					
3a. Address 333 WEST SHERIDAN AVENUE OKLAHOMA CITY, OK 73102-5015 3b. Phone N Ph: 405.5			(include area code) 2.4615				ratory Area	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				11. County or Parish, State				
Sec 15 T17S R32E 2310FNL 1780FWL 32.835490 N Lat, 103.757120 W Lon			LEA COUNTY, NM					
12. CHECK THE A	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE OF	F NOTICE,	REPORT, O	R OTHER	DATA	
TYPE OF SUBMISSION	TYPE OF ACTION							
Notice of Intent	☐ Acidize ☐ Deepen		en	☐ Production (Start/R		INIT TO	DA PM	
_	☐ Alter Casing	☐ Alter Casing ☐ Hydraulic		☐ Reclamation		INTIO	PA M	
☐ Subsequent Report	☐ Casing Repair	☐ New Construction						
☐ Final Abandonment Notice	☐ Change Plans			☐ Temporarily Abandc P&A R				
	☐ Convert to Injection ☐ Plug Back ☐ Wateration: Clearly state all pertinent details, including estimated starting date of an		□ Water I					
If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zone Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion in a new interval, a Form 3160-4 must be filed one testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. 1. MIRU P&A UNIT. Retrieve rod pump and 2-7/8" production tubing from 4,119'. 2. Set CIBP @ 3,740'. Tag CIBP. Circulate 10# salt gel mud. 3. Spot 25 sx (250') CI C @ 3,740' - 3,490'. 4. Spot 30 sx (300') CI C @ 2,225' - 1,925'. Tag. (T.Yates @ 2224'; B.Salt @ 2025'). 5. Spot 25 sx (250') CI C @ 900' - 650'. Tag TOC. (T.Salt @ 851'; 8-5/8 shoe @ 850')							arkers and zones. within 30 days ust be filed once e operator has	
6. Circulate 25 sx Cl C from 250' to surface. 7. Cut wellhead off 3' BGL. Set dry hole marker. SUBJECT TO LIKE						TACHE		
APPROVAL BY		CO	NDITION	NS OF A	PPROVAL			
WITNESS								
14. I hereby certify that the foregoing is true and correct. Electronic Submission #383781 verified by the BLM Well Information System For DEVON ENERGY PRODUCTION COMPAN, sent to the Hobbs Committed to AFMSS for processing by PAUL SWARTZ on 09/25/2017 ()								
Name (Printed/Typed) RONNIE S			CHNOLOGIST	Т				
Signature (Electronic S	Date 08/04/20)17 ·	: -		î			
1	THIS SPACE FO	R FEDERA	L OR STATE (OFFICE U	SE		w	
Approved By Paul & Swart 09/29/17			Title TP	=/			Date	
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.			BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE					

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.





Conditions of Approval

Devon Energy Production Co. Lynx - 05, API 3002528679 T17S-R32E, Sec 15, 2310FNL & 1780FWL September 29, 2017

- 1. Within 90 days of these conditions of approval for the processed Electronic Submission #383781 notice of intent begin wellbore operations or request an extension.
- 2. Operator is required to have the BLM approved NOI procedure with applicable conditions of approval on location during this workover operation.
- 3. Due to being within the Lesser Prairie Chicken habitat, this workover activity will be restricted to the hours of 9:00am through 3:00am for the period of March 1 through June 15.
- 4. Subject to like approval by the New Mexico Oil Conservation Division.
- 5. <u>Notify 575-393-3612 Lea Co as work begins.</u> If there is no response leave a voice mail with the API#, workover purpose, and a call back phone number.
- 6. Surface disturbance beyond the existing pad must have prior approval.
- 7. A closed loop system is required. The operator shall properly dispose of drilling/circulating contents at an authorized disposal site. Tanks are required for all operations, no excavated pits.
- 8. Functional H₂S monitoring equipment shall be on location.
- 9. Blow Out Prevention Equipment 2000 (2M) to be used. All BOPE and workover procedures shall establish fail safe well control. Ram(s) for the work string(s) used is required equipment. Manual BOP closure system including a blind ram and pipe ram(s) designed to close on all (hand wheels or automatic locking devices) equipment installed regardless of BOP design. Function test the installed BOPE to 500psig when well conditions allow. Related equipment, (choke manifolds, kill trucks, gas vent or flare lines, etc.) employed when needed for reasonable well control requirements.
- 10. All waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during any other crew-intensive operations.
- 11. The BLM PET is to run tbg tally and agree to cement volumes and placement. Sample each plug for cement curing time and tag and/or pressure test as requested by BLM PET witness.
- 12. Cementing procedure is subject to the next three numbered paragraphs.
- 13. Mix cement plugs to cover a minimum of 100ft plus 10ft for every 1,000ft to the bottom of the plug, rounding the number of necessary sacks up to the nearest 5 sacks. Never use less than 25sx. Examples: A cement plug set at 8000 in 7" casing would require a min of 35sx. A 25sx plug in 5 ½" casing should cover 250ft, which may exceed 100ft plus 10ft per 1000ft.
- 14. Class H > 7500ft & C < 7500ft) neat cement plugs(s) will be necessary. For any plug that requires a tag or pressure test a minimum WOC time of 4 hours(C) & 8 hours(H) is recommended. Isolation plugs of Class "C" neat cement to be mixed 14.8#/gal, 1.32 ft³/sx, 6.3gal/sx water and Class "H" neat cement to be mixed 16.4#/gal, 1.06ft³/sx, 4.3gal/sx water.

- 15. Minimum requirement for mud placed between plugs is 25 sacks of saltwater gel per 100 barrels in 9 lb/gal brine.
- 16. Pressure test to verify the 5 ½" and 8 5/8" annulus holds pressure or submit a CBL taken at 0psig after a CIBP is set within 100' of the top perf 3779'. Plugging operations may be modified ensuring cmt plugs cover the drilled wellbore I.D.
- 17. Pressure test the 5 1/2" casing after a CIBP is set within 100" of the top perf 3779".
- 18. Set a min 25sx balanced "C" cmt plug on the CIBP set within 100' of the top perf 3779'. WOC, and tag the plug with tbg at 3490 or above.
- 19. Set a min 35sx balanced "C" cmt plug from 2280' or below across the Yates formation top and base of salt. WOC, and tag the plug with tbg at 1960' or above.
- 20. Provided the $5\frac{1}{2}$ and $8\frac{5}{8}$ annulus cement coverage is verified, set a min 25sx balanced "C" cmt plug in the $5\frac{1}{2}$ " csg from 910' or below to cover the top of salt and $8\frac{5}{8}$ " shoe. WOC, and tag the plug with tbg at 650' or above.
- 21. Perf at 60' or below. Establish circulation through the 5 ½" x 8 5/8" annulus. Fill with balanced "C" cmt plug and verify the 5 ½" x 8 5/8" csg annulus cemented to surface from 60'.
- 22. File **subsequent sundry** Form 3160-**5** within 30 days of workover procedures. Include (dated daily) descriptions of the well work, i.e. procedure descriptions and setting depths of each plug in the subsequent sundry.

Lesser Prairie Chicken Habitat Area Dry Hole Markers

Stamp or engrave (3/8" letters) information for the plugged well on 8"x 8"aluminum plate of 1/8", 12 gauge, or .080 sign material similar to this example:

Ajax Operating Company
Tailspin – 22

1980FNL & 660FWL - Sec 16 - T22S-R31E
Lease LC029567 API 3001534567
Plugged July 17, 2017

- 1. Center a 3 to 4 foot pipe at a right angles on a 8"x8"x 1/8" or 3/16" steel plate and weld the pipe to the plate.
- 2. Cement the pipe vertically inside the abandoned surface casing. Leave the steel plate about 2" above and horizontal to ground level.
- 3. Fix the well information plate to the steel plate with ¼ inch bolts and locking nuts or self tapping fine threaded screws (one in each corner).
- 4. On the BLM Form 3160-5 subsequent report of abandonment state that a ground level dry hole marker installed as required by BLM and NMOCD Order No. R-12965.

Reclamation Objectives and Procedures

In Reply Refer To: 1310

Reclamation Objective: At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its pre-disturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines. Strip and remove caliche, contour the location to blend with the surrounding landscape, re-distribute the native soils, provide erosion control as needed, rip and seed as needed. This will apply to well pads, facilities, and access roads. Barricade all access road(s) at the starting point. If reserve pits have not been adequately reclaimed due to salts or other contaminants, propose a plan for BLM approval to provide restoration of the pit area.

- 1. The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations should have included adequate measures for stabilization and reclamation of disturbed lands. Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD process as per Onshore Oil and Gas Order No. 1.
- 2. For locations and/or access roads not having an approved plan, or an inadequate plan for surface reclamation the operator must submit a proposal describing the procedures for reclamation. The appropriate time for submittal would be when filing the Notice of Intent, or with the Subsequent Sundry Report of Abandonment on Form 3160-5. The final reclamation goal is to be completed within 6 months of wellbore abandonment.
- 3. With an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you have issues or concerns, contact a BLM specialist to assist you. It may be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation equipment to ensure that it meets BLM objectives.
- 4. Upon reclamation conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a BLM specialist to inspect the location to verify work was completed as per approved plans.

- 5. The BLM approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been tentatively reestablished. If the objectives have not been met BLM will be notify the operator of the required corrective actions.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time the full BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the full BLM objectives have been met, submit a Final Abandonment Notice (FAN) Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time a BLM specialist will again inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability for the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Environmental Protection Specialist 575-234-5909, 575-361-2648 (Cell)

Trishia Bad Bear Natural Resource Specialist 575-393-3612, 575-390-2258 (Cell)

Jesse Bassett Natural Resource Specialist 575-234-5913, 575-499-5114 (Cell)

Paul Murphy Natural Resource Specialist 757-234-5975, 575-885-9264 (Cell)

Henryetta Price Environmental Protection Specialist 575-234-5951, 575-706-2780 (Cell) Robertson, Jeffery Natural Resource Specialist 575-234-2230, 575-706-1920 (Cell)

Vance Wolf Natural Resource Specialist 575-234-5979

Brooke Wilson Natural Resource Specialist 575-234-6237

Arthur Arias Environmental Protection Specialist 575-234-6230, 575-499-3378 (Cell)

Shelly Tucker Environmental Protection Specialist 575-234-5905, 575-361-0084 (Cell)

