Form 3160-5 (August 2007)

UNITED STATES

DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

HOBBS OCD		FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010		
OCT	5. Lease Serial No. 2007 16. Lease Serial No	Till North		

	Expires: July 31, 2010
.	5. Lease Serial No. 3 MJN Q1045 67
	6. If Indian, Allottee or Tribe Name
513 4 50	~EN/ED

abandoned well.	Use Form 3160-3 (A	PD) for such proposals	RECEIVED		
SUBMIT IN TRIPLICATE – Other instructions on page 2.				of CA/Agreement, Name and/or No.	
1. Type of Well					
✓ Oil Well Gas Well Other				me and No. jun 12 Fed 1H	
Name of Operator Devon Energy Production Company, L.P.				II No. 1188	
3a. Address		3b. Phone No. (include area code) 10. Field ar	nd Pool or Exploratory Area	
333 West Sheridan Avenue Oklahoma City, OK 73102		405-552.3364	Jabalina; I	Delaware	
4. Location of Well (Footage, Sec., T., 10' FSL 1685' FEL Section 12-26S-34E	j .	11. Country Lea, NM	y or Parish, State		
12. CHEC	CK THE APPROPRIATE BO	OX(ES) TO INDICATE NATURE	OF NOTICE, REPORT	T OR OTHER DATA	
TYPE OF SUBMISSION		TYPI	E OF ACTION		
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Start/ Reclamation	/Resume) Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recomplete Temporarily Abar	Other	
Final Abandonment Notice	Convert to Injection	Plug Back	✓ Water Disposal		
determined that the site is ready for Please see the attached water produced in the site is ready for the site	r final inspection.)		The results of the re	SEE ATTACHED FOR CONDITIONS OF APPROV	
14. I hereby certify that the foregoing is t Name (Printed/Typed)	rue and correct.				
Gwyn Smith		Title Regulatory	/ Analyst		
Signature	-	Date 05/05/201	4		
	> THIS SPACE	FOR FEDERAL OR STA	TE OFFICE USE	APPROVE	D
Approved by					=
reproved by				SEP 1 8 2014	
Conditions of approval, if any, are attached	Approval of this notice does	Title		SEP 1 8 2014	
that the applicant holds legal or equitable tentitle the applicant to conduct operations	itle to those rights in the subject thereon.	ct lease which would Office		JAMES A. AMOS	
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	y department or agency of the United State	Sany false,

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Bureau of Land Management Carlsbad Field Office 620 E. Greene Street Carlsbad, New Mexico 88220 575-234-5972

WATER PRODUCTION & DISPOSAL INFORMATION

1.	Name(s) of formation(s) producing water on the lease. Jabalina; Delaware
2.	Amount of water produced from all formations in barrels per day. 1200-1400 BBLS per day
3.	How water is stored on lease. Four 500 barrel frac tanks (steel)
4.	How water is moved to the disposal facility. <u>Trucked</u>
5.	Identify the Disposal Facility by: Basic Energy A. Facility Operators name.
	B. Name of facility or well name and number. <u>Lea Fed #2</u>
	C. Type of facility or well (WDW) (WIW) etc. WDW

Submit to this office, 620 EAST GREENE ST, CARLSBAD NM, 88220, the above required information on a Sundry Notice 3160-5. Submit 1 original and 5 copies, within abatement period. (This form may be used as an attachment to the Sundry Notice.)

D. Location by ¼ ¼ NENE Section 17 Township 23S Range 37E

E. The appropriate NMOCD permit number <u>SWD-291</u>



STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION



1935 - 198

ORDER SWD-291

THE APPLICATION OF CHAPARRAL SERVICE, INC.

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE. NEW MEXICO 87501
(505) 827-5800

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Chaparral Service, Inc. made application to the New Mexico Oil Conservation Division on October 22, 1985, for permission to complete for salt water disposal its Lea No. 2 well located in Unit A of Section 17, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

The Division Director finds:

- (1) That application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;
- (2) That satisfactory information has been provided that all offset operators and surface owners have been duly notified; and
- (3) That the applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met.
- (4) That no objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED:

That the applicant herein, Chaparral Service, Inc. is hereby authorized to complete its Lea No. 2 well, located in Unit A of Section 17, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico, in such a manner as to permit the injection of salt water for disposal purposes into the San Andres formation at approximately 4,000 feet to approximately 5,000 feet through 2 7/8 inch plastic lined tubing set in a packer located at approximately 4025 feet.

IT IS FURTHER ORDERED:

That the operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

That the casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge at the surface or left open to the atmosphere to facilitate detection of leakage in the casing, tubing, or packer.

That the injection well or system shall be equipped with a pressure limiting device which will limit the wellhead pressure on the injection well to no more than 800 psi.

That the Director of the Division may authorize an increase in injection pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the injected fluid from the San Andres formation. That such proper showing shall consist of a valid step-rate test run in accordance with and acceptable to this office.

That the operator shall notify the supervisor of the Hobbs district office of the Division of the date and time of the installation of disposal equipment so that the same may be inspected.

That the operator shall immediately notify the supervisor of the Division's Hobbs district office of the failure of the tubing, casing, or packer, in said well or the leakage of water from or around said well and shall take such steps as may be timely and necessary to correct such failure or leakage.

PROVIDED FURTHER, That jurisdiction of this cause is hereby retained by the Division for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after notice and hearing, the Division may terminate the authority hereby granted in the interest of conservation. That applicant shall submit monthly reports of the disposal operations in accordance with Rule 706 and 1120 of the Division Rules and Regulations.

Approved at Santa Fe, New Mexico, on this 13th day of November, 1985.

STATE OF NEW MEXICO

OIL CONSERVATION DIVISION

R. L. STAMETS,

Director

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshore Order No. 7.
- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 5. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

7/10/14