Form 31.60-5 (March 2012)	UNITED STATE DEPARTMENT OF THE BUREAU OF LAND MAN	25 INTERIOR	Molabs	(	FORM APPROVED DMB No. 1004-0137 spires: October 31, 2014				
Do not use	DRY NOTICES AND REPO this form for proposals well. Use Form 3160-3 (A	6. If Indian, Allottee of	r Tribe Name						
	SUBMIT IN TRIPLICATE - Other		ement, Name and/or No.						
1. Type of Well	] Gas Well 🚺 Other		MAR 3 0 20	Gaucho Unit 5 8. Well Name and No. Gaucho Unit 14H					
2. Name of Operator Devon Energy Production C	Company, L.P.		RECEIVED	9. API Well No. 30-025-41571	/				
3a. Address 6488 Seven Rivers Highway Artesia, NM 88210		3b. Phone No. (include a 575-748-1810	rea code)	10. Field and Pool or E	Exploratory Area				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 20 T22S R34E 150FNL 660FWL				11. County or Parish, State Lea County,NM					
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA									
TYPE OF SUBMISSIO	N	TYPE OF ACTION							
Notice of Intent	Acidize	Deepen Fracture Treat		action (Start/Resume)	Water Shut-Off Well Integrity				
Subsequent Report	Casing Repair	New Constructio		mplete orarily Abandon	Other Surface Disturbance				
Final Abandonment Notic		Plug Back		r Disposal					
the proposal is to deepen of Attach the Bond under wh	pleted Operation: Clearly state all per directionally or recomplete horizontal wich the work will be performed or pr the involved operations. If the operation	ly, give subsurface location ovide the Bond No. on file	is and measured an with BLM/BIA. R	d true vertical depths o equired subsequent rep	orts must be filed within 30 days				

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.)

Devon would like permission to bury 2 4" poly flex flow lines from the Gaucho Unit 14H & 15H wells located in theNW/4 NW/4 of Section 20 T22S-R34E to the Gaucho Unit Central Tank Battery located in the NE/4 SW/4 of Section 20 T22S-R34E.

These lines are expected to carry 1,000 BFPD at 125 PSI.

The spacing for said lines is 30 ft wide by 7084.65 feet (429.37rods) containing 4.88 acres.

Please see attached plat.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Brad Oates	Title	Field Landman							
Signature		Date 10/20/2014							
THIS SPACE FOR FEDERAL OR STATE OFFICE USE									
Approved by									
		Title	Date						
Conditions of approval, if any, are attached. Approval of this notice does not warrant or c that the applicant holds legal or equitable title to those rights in the subject lease which we entitle the applicant to conduct operations thereon.									
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.									
(Instructions on page 2)									
Accepted for Record On	hy Y	WAB/OLD 3/31/2015 MAR	3 1 2015 m						

#### **GENERAL INSTRUCTIONS**

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

### **SPECIFIC INSTRUCTIONS**

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

*Item 13* - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment.

#### NOTICES

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and grantingapproval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

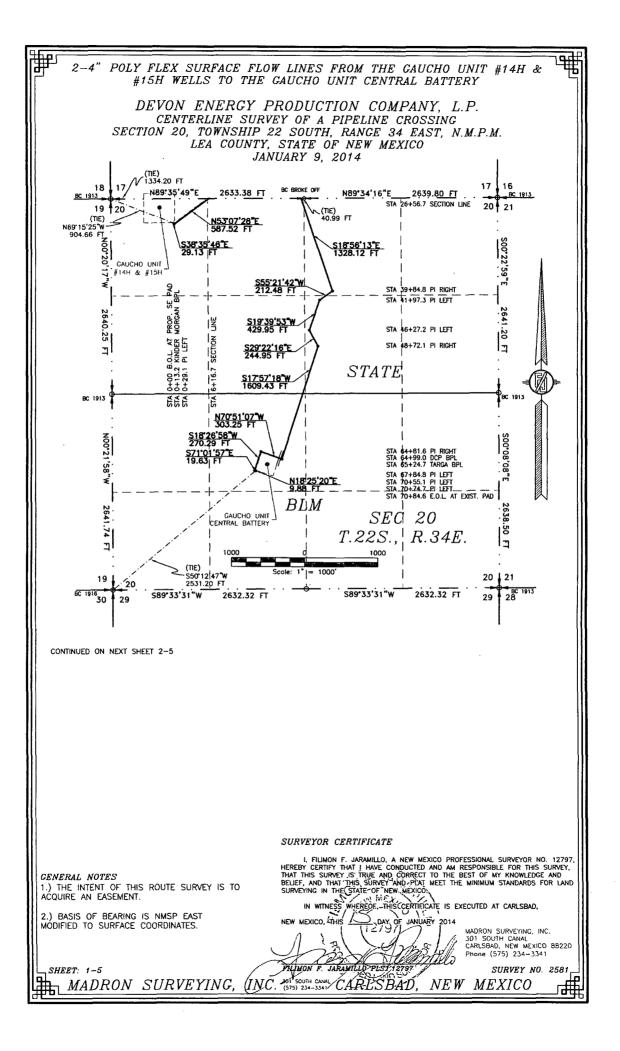
The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

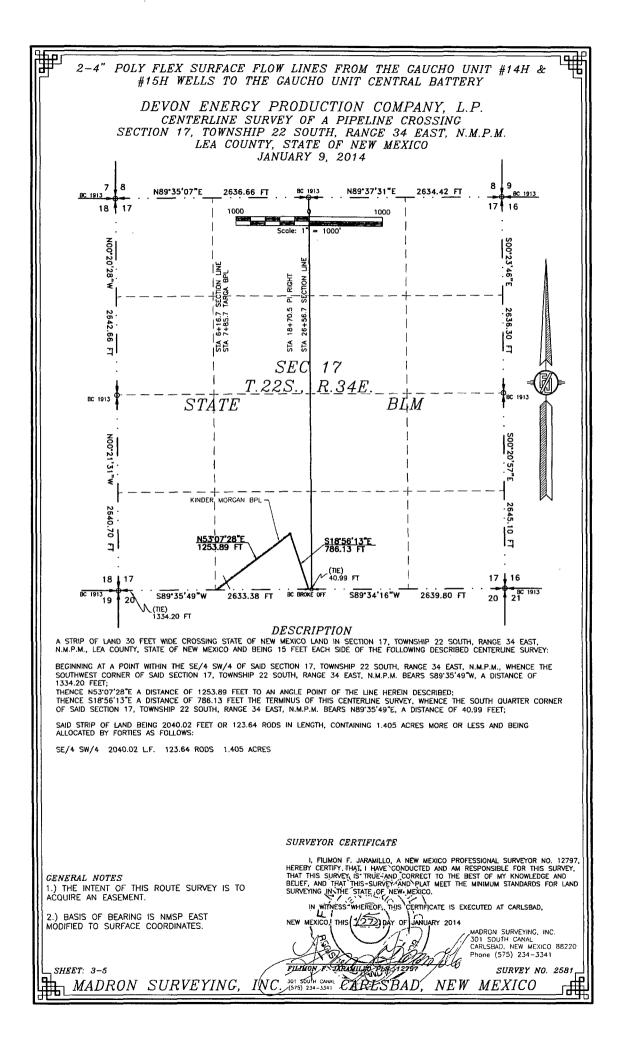
The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

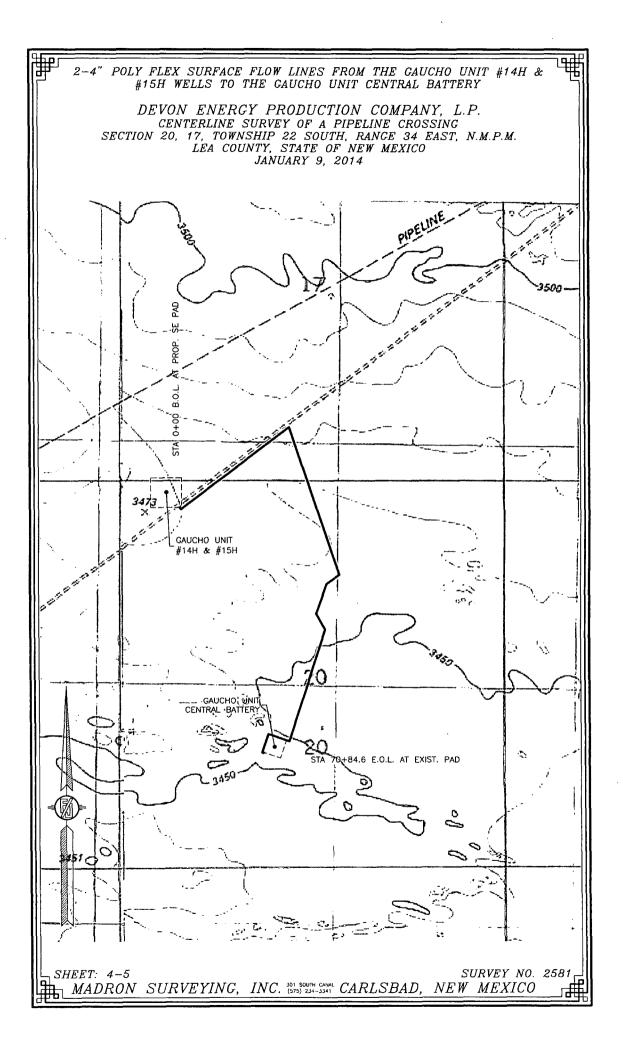
**BURDEN HOURS STATEMENT:** Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

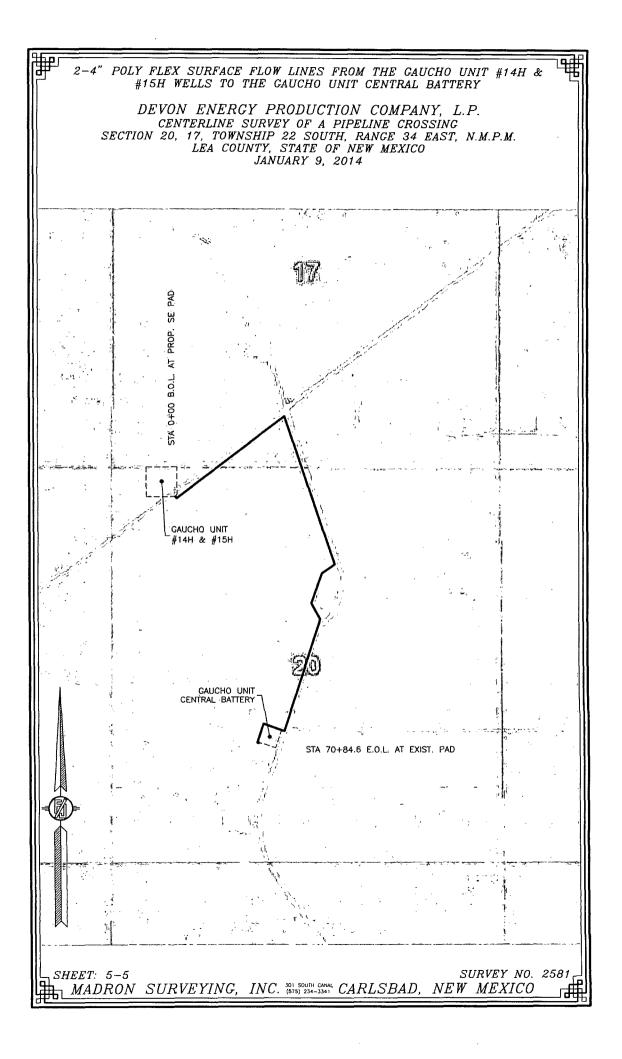


H		5
	2–4" POLY FLEX SURFACE FLOW LINES FROM THE GAUCHO UNIT #14H & #15H WELLS TO THE GAUCHO UNIT CENTRAL BATTERY	
	DEVON ENERGY PRODUCTION COMPANY, L.P. CENTERLINE SURVEY OF A PIPELINE CROSSING SECTION 20, TOWNSHIP 22 SOUTH, RANGE 34 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO JANUARY 9, 2014	
	CONTINUED 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:	
	EROM B.O.L. TO SEC. 17 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 904.66 FEET; THENCE S38'35'46"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 SB9'35'49"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	
	EROM 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 NB9'35'49"E, A DISTANCE OF 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 212.48 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE S55'21'42"W A DISTANCE OF 249.95 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 S17'57'16"W A DISTANCE OF 1609.43 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE S17'57'16"W A DISTANCE OF 1609.43 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE S17'55'80 W A DISTANCE OF 109.43 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE S17'26'80 W A DISTANCE OF 19.63 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE S17'26'50" A DISTANCE OF 19.63 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE S17'25'20"E A DISTANCE OF 9.88 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE N18'25'20"E A DISTANCE OF 9.88 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE N18'25'20"E A DISTANCE OF 9.88 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 S50'12'47"W, A DISTANCE OF 253.1.20 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 L.F. 79.25 RODS 0.901 ACRES STATE SW/4 NE/4 1348.95 L.F. 81.75 RODS 0.929 ACRES STATE SE/4 NW/4 108.14 L.F. 6.55 RODS 0.074 ACRES STATE	
ļ	NE/4 SW/4 1534.78 L.F. 93.02 RODS 1.057 ACRES BLM	
	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 TO BELLEF, AND THAT THIS SURVEY IND-CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLEF, AND THAT THIS SURVEY IND CORRECT AND HAT THE STATE OF MY KNOWLEDGE AND AN ARADARDS FOR LAND SURVEYING IN THE STATE OF MEW MEXICO.	
	ACQUIRE AN EASEMENT. 2.) BASIS OF BEARING IS NMSP EAST MODIFIED TO SURFACE COORDINATES. IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD, NEW MEXICO, THIS DAY OF JANUARY 2014 MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220 Phone (575) 234-3341	
	SHEET: 2-5 FILLION T. ARROULD FIS "1275" CUB SURVEY NO. 2581	
	MADRON SURVETING, INC. (575) 234-324 CARLSBAD, NE.W MEXICO	ť

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# BLM LEASE NUMBER: NMNM94480X <u>COMPANY NAME</u>: Devon Energy Production <u>ASSOCIATED WELL NAME</u>: Gaucho Unit 12H and 14H

#### BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, 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, <u>et seq</u>. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, <u>et seq</u>.) 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. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil 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 or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of 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 holder of any responsibility as provided herein.

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13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2.

14. The pipeline will be identified by signs at the point of origin and completion of the right-ofway and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. 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 before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural and/or paleontological resources (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.

17. 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 associated roads, pipeline 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.

18. <u>Escape Ramps</u> - The operator will construct and maintain pipeline/utility trenches that are not otherwise fenced, screened, or netted to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

19. The period of time that any trenches or other excavations are kept open will be held to the minimum compatible with construction requirements. The holder shall not leave more than one-half mile of trench open overnight or otherwise unattended. Open trenches will have ramps, bridges, or earthen plugs, at least six feet wide, every one-quarter mile to pass livestock and wildlife.

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# BLM Serial #: NMNM94480X Company Reference: Devon Energy Production

# Seed Mixture for LPC Sand/Shinnery Sites

The holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)\* per acre. There shall be <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

11-10000

Species to be planted in pounds of pure live seed\* per acre:

<u>Species</u>	<u>ID/acre</u>
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	3lbs/A
Big Bluestem	6lbs/A
Plains Coreopsis	2lbs/A
Sand Dropseed	11bs/A

Spacias

\*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed