UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5. Lease Serial No. STATE

SUNDRY NOTICES AND REPORTS ON WELLS Hobbs

Do not use the abandoned we	6. If I	ndian, Allottee or	Tribe Name		
SUBMIT IN TRI	reverse side.	7. If U NN	7. If Unit or CA/Agreement, Name and/or No. NMNM88526A		
1. Type of Well AUG 0 3 201				Name and No.	
☑ Oil Well ☐ Gas Well ☐ Otl				ISTLE UNIT 17H	7
Name of Operator DEVON ENERGY PRODUCT	Contact: ERIN WC TON CO ERMail: Erin.workman@dvn.c	ORKMAN RE		Well No025-39893-00)-S1
		e No. (include area code 5-552-7970		10. Field and Pool, or Exploratory BRINNINSTOOL	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11. County or Parish, and State		
Sec 33 T23S R33E SWSE 15	0FSL 1470FEL ✓		LE	A COUNTY, N	IM /
12. CHECK APPI	ROPRIATE BOX(ES) TO INDICA	TE NATURE OF	NOTICE, REPORT	, OR OTHER	DATA
TYPE OF SUBMISSION	TYPE OF SUBMISSION TYPE OF ACTION				
Notice of Intent	☐ Acidize ☐ 1	Deepen	☐ Production (Sta	rt/Resume)	☐ Water Shut-Off
Notice of Intent	☐ Alter Casing ☐ 1	Fracture Treat	□ Reclamation		■ Well Integrity
☐ Subsequent Report	☐ Casing Repair ☐]	New Construction	□ Recomplete		⊠ Other
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	□ Temporarily Ab	andon	Venting and/or Flari
	☐ Convert to Injection ☐]	Plug Back	■ Water Disposal		
Unit 17H CTB. Intermittent flar to begin 07.07.16 to ? 10.14.1 Wells that will contribute to ove THISTLE UNIT 17H 30-025-32 THISTLE UNIT 23H 30-025-40 Thank You!	9893 2420 Nimbaro 20 52	gas. We are reque	ATTACHEI) FOR F APPR	OVAL
14. I hereby certify that the foregoing is Comm	true and correct. Electronic Submission #344986 ver For DEVON ENERGY PRODU itted to AFMSS for processing by JE	JCTION CO LP, sen	t to the Hobbs		
Name (Printed/Typed) ERIN WORKMAN		Title REGUL	ATORY COMPLIAN	ICE PROF.	// //
Signature (Electronic S	ubmission)	Date 07/18/2	016 A	ROVED	
	THIS SPACE FOR FEDE	RAL OR STATE	OFFICE USE	- //	
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		Title	BAYAU OF LA	1 9 2016 ND MAN/GEN	1 mm
which would entitle the applicant to conduct operations thereon.		Office	CARLSBAU	FIELD WATER	
Fitle 18 U.S.C. Section 1001 and Title 43 U States any false, fictitious or fraudulent st	U.S.C. Section 1212, make it a crime for any tatements or representations as to any matte	y person knowingly and r within its jurisdiction.	willfully to make to any	department or ag	ency of the United
			1/	Name of the second	IV

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Additional data for EC transaction #344986 that would not fit on the form

32. Additional remarks, continued

Attachment: C-129

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources Oil Conservation Division

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No. (For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

A.	Applicant Devon Energy Prod	luction Company, LP			
	whose address is333 West Sheridan	Avenue, OKC, OK 73102			
	hereby requests an exception to Rule 19.15.	18.12 for days or unti			
	, Yr, for the	e following described tank battery (or LACT):			
	Name of LeaseThistle Unit 17HName	me of Pool Brinninstool; Delaware			
	Location of Battery: Unit Letter O Sec	etion 33 Township 23S Range 33E			
	Number of wells producing into battery 3 We	lls: Thistle Unit 17H (30-025-39893); #23H (30-025-42420); #34H (30-025-40)			
В.	Based upon oil production of95	barrels per day, the estimated * volume			
	of gas to be flared isN	MCF; Valueper day.			
C.	Name and location of nearest gas gathering facility:				
D.	Distance Estimated cost of connection				
E.	This exception is requested for the following reasons: <u>Curtailment due to DCP not being able to accept the gas.</u> We are requesting 90 Days to begin on 07/07/16 to 10/14/16. <u>Verbal received from the second of th</u>				
	Charles Nimmer (BLM)				
OPERATOR I hereby certify t	hat the rules and regulations of the Oil Conservation	OIL CONSERVATION DIVISION			
	en complied with and that the information given above lete to the best of my knowledge and belief.	Approved Until			
Signature E	Fru Workman	Ву			
		Title			
Printed Name & Title Erin	Workman, Regulatory Compliance Associate	Date			
E-mail Addres	ssErin.workman@dvn.com				
Date 07.17.16	Telephone No. (405) 552-7970				

^{*} Gas-Oil ratio test may be required to verify estimated gas volume.

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

This field office has evaluated the attached Notice of Intent as a request for flaring/venting beyond NTL-4A allowable thresholds (reasons, timeframes and volumes), and has determined the following Conditions of Approval apply.

Condition of Approval to Flare Gas

- 1. Comply with NTL-4A requirements
- 2. Subject to like approval from NMOCD
- 3. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08
- 4. "Avoidably lost" flare volumes shall be metered due to their royalty bearing status. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time.
- 5. Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on sundry (form 3160-5).
- 6. This approval does not authorize any additional surface disturbance.
- An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 8. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.

Definition: As per **NTL-4A II. A.** "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

43CFR3162.7-1 (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas and sulphur produced from the leased land.

43CFR3162.1 (a) The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources.