## Form 3160-5 (June 2015)

## Carlsbad Field Office

UNITED STATES
DEPARTMENT OF THE INTERIOR OCD Artesia
BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

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.				NMNM114988  6. If Indian, Allottee or Tribe Name			
abandoned wei	II. Use form 3160-3 (AP	D) for such propos	sais.	CD	o. II maint, / motice	Of THOCHAI	iic .
SUBMIT IN TRIPLICATE - Other instructions on page 2						reement, Nan	ne and/or No.
1. Type of Well			UL 11	2010	8. Well Name and N MultipleSee At		
② Oil Well ☐ Gas Well ☐ Oth  2. Name of Operator		- FOIN I MODIZATAN			9. API Well No.		
DEVON ENERGY PRODUCT	Contact: ION CONTENAN: Erin.workn	ERIN WORKMAN nan@dvn.com	RECEI	AED	MultipleSee	Attached	
3a. Address 333 WEST SHERIDAN AVEN OKLAHOMA CITY, OK 73102		10. Field and Pool of WC025G08S2 WC025G09S2	203506D-B	ONE SPRING			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish	ı, State	***
MultipleSee Attached					LEA COUNTY	, NM	
12. CHECK THE AF	PPROPRIATE BOX(ES)	TO INDICATE NA	ATURE OI	F NOTICE, I	REPORT, OR OT	HER DA	ГА
TYPE OF SUBMISSION			TYPE OF	ACTION			
Notice of Intent	☐ Acidize	□ Deepen	_	☐ Production	on (Start/Resume)	☐ Wat	er Shut-Off
_	☐ Alter Casing	☐ Hydraulic	Fracturing	☐ Reclama	tion	■ Wel	l Integrity
☐ Subsequent Report	□ Casing Repair	■ New Cons	truction	□ Recompl	ete	<b>⊠</b> Othe	er
☐ Final Abandonment Notice	☐ Change Plans	Plug and A	bandon	☐ Tempora	rily Abandon	Surface	e Commingling
	☐ Convert to Injection	Plug Back		☐ Water Di	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 Al determined that the site is ready for f	ally or recomplete horizontally, rk will be performed or provide operations. If the operation re pandonment Notices must be fi	give subsurface location the Bond No. on file was sults in a multiple comp	ns and measur th BLM/BIA letion or reco	red and true ver Required subs mpletion in a ne	tical depths of all pert sequent reports must l ew interval, a Form 3	tinent marker be filed within 160-4 must be	s and zones. n 30 days e filed once
Per Duncan Whitlock's approv Commingle/Pool Commingle f	ral Devon Energy Productor the wells listed on the	tion Co., LP respec attached word docu	tfully reque iment.	sts a Surface	e		
During the initial flow back we separators due to excessive v production into a common hears in excess, we will use various	olumes during initial flow ader and then into individ	back at the Seawolf ual separators and a	1 CTB 1.	We will flow		ONSERV	<del>-</del>
The Central Tank Battery, Sea Mexico.	awolf 1-12 CTB 1 is locat	ed In Sec. 1, T26S,	R33E in Le	ea County, N	ew JUN	<b>27</b> 201	8
Each well is routed to its own	3-phase separator where	the full well stream	is separat	ed into gas,	RE	CEIVED	·
14. I hereby certify that the foregoing is	Electronic Submission #	424840 verified by th	e BLM Well	Information	System	-	
Comr	nitted to AFMSS for proce	GY PRODUCTION CO ssing by DUNCAN W	MPAN, sei HITLOCK o	n 06/21/2018	os (18DW0204SE)		
Namc (Printed/Typed) ERIN WO	RKMAN	Title	REGUL	ATORY COM	APLIANCE PROF	<u>.                                    </u>	
Signature (Electronic 5	Juhmissian)	Date	06/21/20	119			
Digitation (Discontinue)		OR FEDERAL OF			E		
11019	1041						6/2 1:-
Approved By	Killock &	Title	14	ET		Da	16/21/18
certify that the applicant holds legal or equivalent would entitle the applicant to conduct the conduction of the conduc			C	ET FO			

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)
\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

MAB/OCD 7/12/2018

#### Additional data for EC transaction #424840 that would not fit on the form

#### Wells/Facilities, continued

Agreement NMNM114988	Lease	Well/Fac Name, Number	API Number
NMNM114988	NMNM114988	Harman (Contact)	SOUTH PROPERTY OF THE PARTY OF
NMNM114988	NMNM114988	SAMELE DARRIED STATE	46位至1800年的2000年
NMNM114988	NMNM114988	<b>国教授中门和阿里的部</b> 人	Harry Bushon 113
NMNM114988	NMNM114988	SAMON ARRESTANTA	And the second of the
NMNM114988	NMNM114988	SERVICE PROPERTY	Approximate /
NMNM114988	NMNM114988	SEMPLE PROFES	3049 S 45 TO 100 W Y
NMNM114988	NMNM114988	TOWNSTANDED WITH	CONTRACTOR OF THE
NMNM114988	NMNM114988	TEATHER TREATMENT	CONTRACTOR OF THE PARTY OF THE
NMNM114988	NMNM114988	Entate Continues.	ALLES MANUELLE AT
NMNM114988	NMNM114988	DEMORPHEN PORTS	STEP ASSESSED FOR SALE
NMNM114988	NMNM114988	SETTING THE PROPERTY OF THE	STATE AND DEADLESS.

Location
Sec 1 T26S R33E NWNW 200FNL 360FWL
32.079185 N Lat, 103.533432 W Lon
Sec 1 T26S R33E NWNW 200FNL 420FWL
32.079185 N Lat, 103.533234 W Lon
Sec 1 T26S R33E NWNW 200FNL 390FWL
32.079185 N Lat, 103.533333 W Lon
Sec 1 T26S R33E NENW 160FNL 2467FWL
32.079296 N Lat, 103.526627 W Lon
Sec 1 T26S R33E NENW 160FNL 2527FWL
32.079296 N Lat, 103.526436 W Lon
Sec 1 T26S R33E NENE 200FNL 800FEL
32.079185 N Lat, 103.520111 W Lon
Sec 1 T26S R33E NENE 200FNL 300FEL
32.079185 N Lat, 103.51951 W Lon
Sec 1 T26S R33E NENE 200FNL 330FWL
32.079185 N Lat, 103.51951 W Lon
Sec 1 T26S R33E NWNW 200FNL 330FWL
32.079185 N Lat, 103.533524 W Lon
Sec 1 T26S R33E NWNW 200FNL 2497FWL
32.079185 N Lat, 103.533142 W Lon
Sec 1 T26S R33E NENE 169FNL 7497FWL
32.079296 N Lat, 103.526535 W Lon
Sec 1 T26S R33E NENE 169FNL 788FEL
32.079269 N Lat, 103.520111 W Lon
Sec 1 T26S R33E NENE 169FNL 788FEL
32.079266 N Lat, 103.520111 W Lon
Sec 1 T26S R33E NENE 170FNL 750FEL
32.079266 N Lat, 103.520111 W Lon
Sec 1 T26S R33E NENE 170FNL 750FEL

#### 32. Additional remarks, continued

oil, and water streams. For each well, after separation, gas is measured with an independent, designated orifice meter for allocation, then flows into a gas production line where it is combined with gas from the other wells and flows through a gas sales meter(s). The oil form the 3-phaze separator is measured with an independent, designated Micro Motion Coriolis Meter for allocation. It then combines with the oil production from the other wells, flows into the heater treaters), then into the Ultra-Low Pressure Separator(s) (ULPS), and into one of the oil tanks. The oil is then pumped out of the common tanks to an oil sales meter (LACT unit)owned and operated by a 3rd party. The water form the 3-phase separator is measured with an independent, designated Mag meter for allocation, combines with the water from the other wells, then flows into the gun barrel, and into one of the produced water tanks. Flash gas that exits the heater treater(s), and UPLD(s) flows to the Vapor Recovery Unit (VRU). After exiting the VRU, the gas will be measured through a designated orifice meter for allocation.

The central tank battery will have 6 oil tanks and 21 water tanks that all wells will utilize. All wells will have 1 common gas delivery point(s0 on or directly adjacent to location. They will also share 1 common oil delivery point(s) (LACT) on or directly adjacent to location.

Working, royalty, and overriding interest owners are identical and no further notification is needed.

Application for Surface Commingle/Pool Commingle 06/20/2018

Federal Lease: NMNM114988 (12.5%)
Seawolf 1-12 Fed 81H
NWNW, Sec 1, T26S, R33E
30-025-43762
WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1-12 Fed 82H NWNW, Sec 1, T26S, R33E 30-025-43763 WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1-12 Fed 83H NENW, Sec 1, T26S, R33E 30-025-43764 WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1-12 Fed 84H NENW, Sec 1, T26S, R33E 30-025-43765 WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1-12 Fed 85H NENE, Sec 1, T26S, R33E 30-025-43766 WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1-12 Fed 86H NENE, Sec 1, T26S, R33E 30-025-43767 WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1-12 Fed 91H NWNW, Sec 1, T26S, R33E 30-025-43768 WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1-12 Fed 92H NWNW, Sec 1, T26S, R33E 30-025-43769 WC-025 G-09 S253336D; UPPER WOLFCAMP Federal Lease: NMNM114988 (12.5%) Cont.

Seawolf 1-12 Fed 93H NENW, Sec 1, T26S, R33E 30-025-43770 WC-025 G-09 S253335K; Bone Spring

Seawolf 1-12 Fed 94Y NENE, Sec 1, T26S, R33E 30-025-44318 WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1-12 Fed 95H NENE, Sec 1, T26S, R33E 30-025-43790 WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1-12 Fed 102H NENE, Sec 1, T26S, R33E 30-025-43791 WC-025 G-09 S253336D; UPPER WOLFCAMP

Seawolf 1 CTB 1 - NENW, Sec. 11, T26S, R33E

## APPLICATION FOR SURFACE $\backslash$ POOL COMMINGLING $\backslash$ OFF LEASE MEASUREMENT SALES, & STORAGE

#### Proposal for Seawolf 1-12 Central Tank Battery 1

Devon Energy Production Company, LP is requesting approval for Surface\Pool Commingle\Off-Lease measurement, sales, and storage for the following wells:

Federal Lease: NMNM	114988 (12.5%)						
Well Name	Location	API#	Pool 96757	BOPD	OG	MCFPD	BTU
Seawolf 1-12 Fed 81H	NWNW, Sec 1, T26S, R33E	30-025-43762	WC-025 G-09 S253336D; UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM	114988 (12.5%)						
Weli Name	Location	API#	Pool 96757	BOPD	OG	MCFPD	BTU
Seawolf 1-12 Fed 82H	NWNW, Sec 1, T26S, R33E	30-025-43763	WC-025 G-09 S253336D; UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM1	114988 (12.5%)						
Well Name	Location	API #	Pool 96757	BOPD	OG	MCFPD	BTU
Seawolf 1-12 Fed 83H	NENW, Sec 1, T26S, R33E	30-025-43764	WC-025 G-09 S253336D; UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM	114988 (12.5%)						
Well Name	Location	API#	Pool 96757	BOPD	OG	<b>MCFPD</b>	BTU
Seawolf 1-12 Fed 84H	NENW, Sec 1, T26S, R33E	30-025-43765	WC-025 G-09 S253336D; UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM1	114988 (12.5%)						
Well Name	Location	API#	Pool 96757	BOPD	OG	MCFPD	BTU
Seawolf 1-12 Fed 85H	NENE, Sec 1, T26S, R33E	30-025-43766	WC-025 G-09 S253336D; UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM1	114988 (12.5%)						
Well Name	Location	API#	Pool 96757	BOPD	OG	MCFPD	BTU
Seawolf 1-12 Fed 86H	NENE, Sec 1, T26S, R33E	30-025-43767	WC-025 G-09 S253336D UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM1	114988 (12.5%)		•				
Well Name	Location	API#	Pool 96757	BOPD.	OG	MCFPD	BTU
Seawolf 1-12 Fed 91H	NWNW, Sec 1, T26S, R33E	30-025-43768	WC-025 G-09 S253336D: UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM1	114988 (12.5%)						
Well Name	Location	API#	Pool 96757	BOPD	OG	MCFPD	BTU
Seawolf 1-12 Fed 92H	NWNW, Sec 1, T26S, R33E	30-025-43769	WC-025 G-09 S253336D UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM	114988 (12.5%)		•				
Well Name	Location	API#	Pool 96757	BOPD	OG	MCFPD	BTU
	NENW, Sec 1, T26S, R33E	30-025-43770	WC-025 G-09 S253335K; BONE SPRING	1282	44.9	1282	1,152
Federal Lease: NMNM	, ,						
Well Name	Location	API #	Pool 96757	BOPD		MCFPD	BTU
Seawolf 1-12 Fed 94Y	NENE, Sec 1, T26S, R33E	30-025-44138	WC-025 G-09 S253336D; UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM	, ,				_		
Well Name	Location	API #	Pool 96757	BOPD	OG	MCFPD	BTU
Seawolf 1-12 Fed 95H	NENE, Sec 1, T26S, R33E	30-025-43790	WC-025 G-09 S253336D; UPPER WOLFCAMP	1564	45.6	2660	1,357
Federal Lease: NMNM	114988 (12.5%)		•				
Well Name	Location	API#	Pool 96757	BOPD	OG	MCFPD	BTU
Seawolf 1-12 Fed 102H	NENE, Sec 1, T26S, R33E	30-025-43791	WC-025 G-09 S253336D; UPPER WOLFCAMP	1564	45.6	2660	1,357

#### Seawolf 1 CTB 1

All numbers are proposed per off set wells in the same formation

Attached is a map that displays the federal leases and well locations in Section 1, T26S, R33E

#### Oil & Gas metering:

The central tank battery, Sea Wolf 1-12 CTB is located in Sec. 11, T26S, R33E, Eddy County, New Mexico.

Each well is routed to its own 3-phase separator where the full well stream is separated into gas, oil, and water streams. For each well, after separation, gas is measured with an independent, designated orifice meter for allocation, then flows into a gas production line where it is combined with gas from the other wells and flows through a gas sales meter(s). The oil from the 3-phase separator is measured with an independent, designated Micro Motion Coriolis Meter for allocation. It then combines with the oil production from the other wells, flows into the heater treater(s), then into the Ultra-Low Pressure Separator(s) (ULPS), and into one of the oil tanks. The oil is then pumped out of the common tanks to an oil sales meter (LACT unit) owned and operated by a 3<sup>rd</sup> party. The water from the 3-phase separator is measured with an independent, designated Mag meter for allocation, combines with the water from the other wells, then flows into the gun barrel, and into one of the produced water tanks. Flash gas that exits the heater treater(s) and ULPS(s) flows to the Vapor Recovery Unit (VRU). After exiting the VRU, the gas will be measured through a designated orifice meter for allocation.

The central tank battery will have 6 oil tanks and 21 water tanks that all wells will utilize. All wells will have 1 common gas delivery point(s) on or directly adjacent to location. They will also share 1 common oil delivery point(s) (LACT) on or directly adjacent to location.

Meter Owner / Serial Number:

Well Name	Gas Allocation Meter	Oil Allocation Meter	Gas FMP	Oil FMP	Flare Meter	VRU Allocation Meter
Seawolf 1-12 Fed 81H	390-49-990	390-30-279	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 82H	390-49-993	390-30-278	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 83H	390-49-989	390-30-275	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 84H	390-49-992	390-30-273	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 85H	390-49-988	390-30-281	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 86H	390-49-991	390-30-284	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 91H	390-49-997	390-30-280	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 92H	390-49-996	390-30-276	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 93H	390-49-995	390-30-274	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 94Y	390-49-994	390-30-282	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 95H	390-49-998	390-30-283	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035
Seawolf 1-12 Fed 102H	390-49-987	390-30-277	390-33-984 & 390-33-985	Andeavor /	390-33-986	390-00-1035

Will provide oil FMP upon receipt.

The total of all oil sales meters will be allocated to each well based on the oil allocation meter located downstream of each well's 3-phase separator. Devon will continue to operate and maintain the Micro Motion Coriolis Meter per BLM applicable regulations, notwithstanding further guidance from the local BLM in regards to proving the Micro Motion Coriolis Meter to meet applicable BLM standards. The total of all gas sales meters will be allocated to each well based on the gas allocation meter located downstream of each well's 3-phase separator and the VRU allocation meter. The VRU allocation meter volumes will be allocated to each well based on the oil allocation meter of each well. The BLM and OCD will be notified of any future changes to the facilities.

#### **Process and Flow Descriptions:**

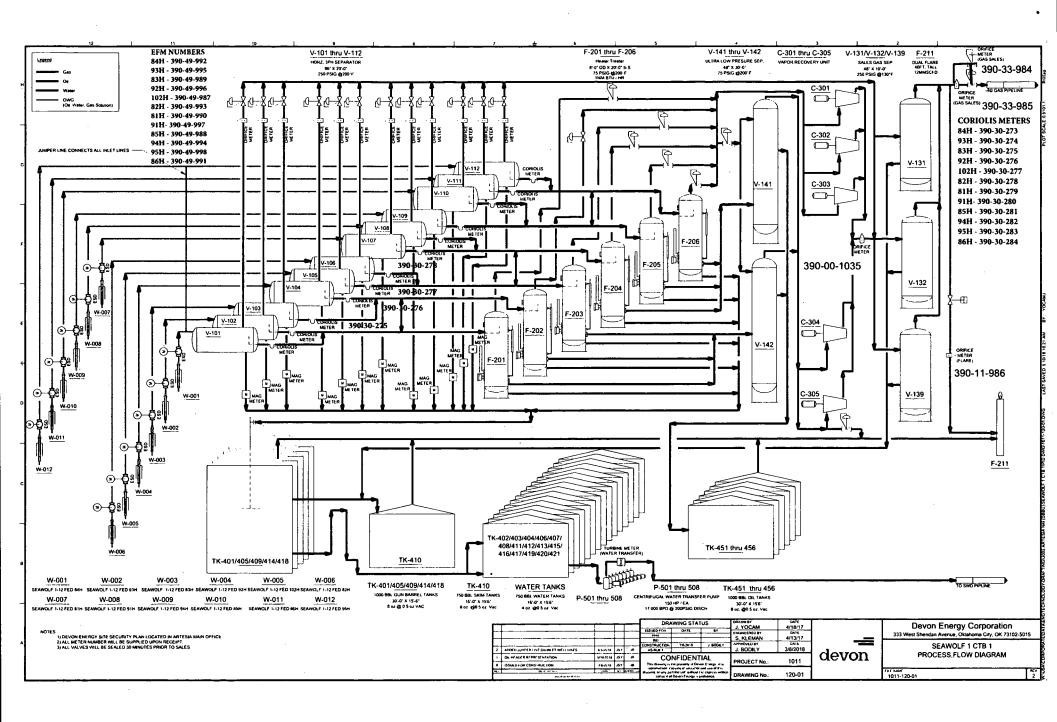
The flow of produced fluids is described above and shown in detail on the enclosed facility diagram, along with a description of each vessel and map which shows the lease boundaries, location of wells, facility, and gas sales meter.

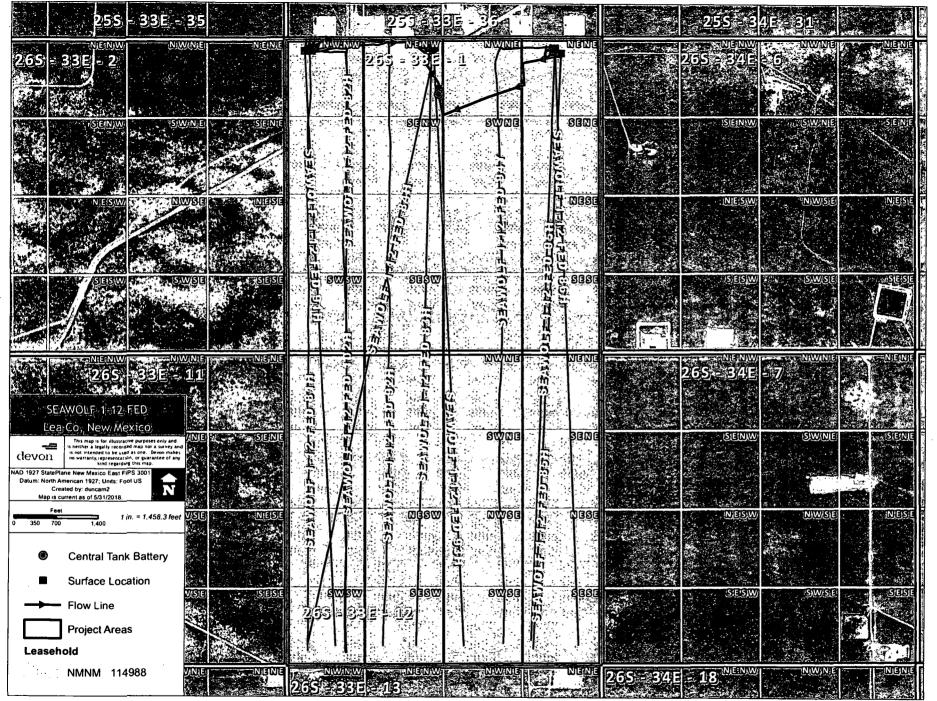
The proposed commingling is appropriate based on the BLM's guidance in IM NMPO 2013-02 & 43 CFR 3173.14. The proposed commingling will maximize the ultimate recovery of oil and/or gas from the federal leases and will reduce environmental impacts by minimizing surface disturbance and emissions. The proposed commingling will reduce operating expenses, as well as, not adversely affect federal royalty income, production accountability, or the distribution of royalty.

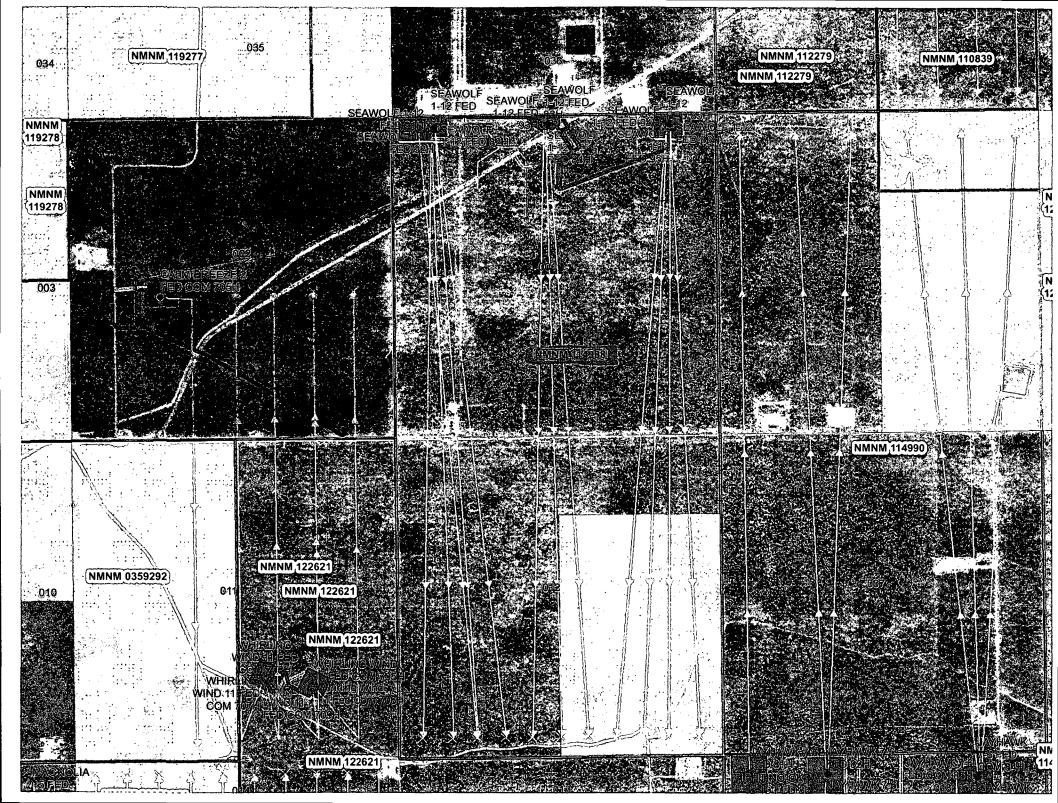
Devon Energy Production Company, LP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

Working, royalty, and overriding interest owners are identical and no further notification is needed.

Date: 06/20/18







### **Economic Justification Report**

Seawolf 1-12 CTB 1

Value (bbl):	
/alue (mcf):	

Well Name & Number	Туре	Fed Lease 1	Royalty Rate	Fed Lease 2 (if applicable)	Royalty Rate	Fed Lease 3 (if applicable)	Royalty Rate	BOPD	Oil Gravity @ 60°	MCFPD	Dry BTU
Seawolf 1-12 Fed 81H	Sweet	NMNM114988	12.50%		•		<u> </u>	1564	45.6	2660	1357
Seawolf 1-12 Fed 82H	Sweet	NMNM114988	12.50%	}				1564	45.6	2660	1357
Seawolf 1-12 Fed 83H	Sweet	NMNM114988	12.50%					1564	45.6	2660	1357
Seawolf 1-12 Fed 84H	Sweet	NMNM114988	12.50%	i i				1564	45.6	2660	1357
Seawolf 1-12 Fed 85H	Sweet	NMNM114988	12.50%	İ				1564	45.6	2660	1357
Seawolf 1-12 Fed 86H	Sweet	NMNM114988	12.50%					1564	45.6	2660	1357
Seawolf 1-12 Fed 91H	Sweet	NMNM114988	12.50%	: :				1564	45.6	2660	1357
Seawolf 1-12 Fed 92H	Sweet	NMNM114988	12.50%	; ;				1564	45.6	2660	1357
Seawolf 1-12 Fed 93H	Sweet	NMNM114988	12.50%					1282	44.9	1282	1152
Seawolf 1-12 Fed 94Y	Sweet	NMNM114988	12.50%					1564	45.6	2660	1357
Seawolf 1-12 Fed 95H	Sweet	NMNM114988	12.50%	<u> </u>	:			1564	45.6	2660	1357
Seawolf 1-12 Fed 102H	Sweet	NMNM114988	12.50%	[ ; ,				1564	45.6	2660	1357
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Signed: The Workman

Printed Name: Erin Workman

Date: 6/21/2018

Title: Regulatory Analyst

**Economic Combined Production** 

BOPD Oil Gravity MCFPD Dry BTU
--------------------------------

18486.0 45.6 30542.0

According to our gas and oil marketing the combing of the production in this area will not affect royalty value

## DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT CASE RECORDATION (MASS) Serial Register Page

Run Date/Time: 6/21/2018 4:38 AM

Page 1 Of 2

**Serial Number** 

01 12-22-1987;101STAT1330;30USC181 ET SEQ Case Type 312021: O&G LSE COMP PD -1987

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Total Acres: 1,280.000

NIMINE PROJECT

				Serial Number	r: NMNM 114988
Name & Address				Int Rel	% Interest
CHEVRON LISA INC	6301 DEALIVILLE	MIDI AND	TY 707062064	LECCEE	50,000,000

 CHEVRON USA INC
 6301 DEAUVILLE
 MIDLAND
 TX
 797062964
 LESSEE
 50.000000000

 DEVON ENERGY PROD CO LP
 333 W SHERIDAN AVE
 OKLAHOMA CITY OK
 731025010
 LESSEE
 50.000000000

Serial Number: NMNM-- 114988 Mer Twp Rng Sec SType **Suff Subdivision District/ Field Office** County Mgmt Agency **ENTIRE SECTION** BUREAU OF LAND MGMT 0260S 0330E 001 ALL CARLSBAD FIELD OFFICE LEA **ENTIRE SECTION** 23 0260S 0330E 012 ALL CARLSBAD FIELD OFFICE LEA BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 114988

Act Date Act Code Action Txt Action Remarks Pending Off

Act Date	Act Cod	e Action Txt	Action Remarks	Pending Off
10/04/2005	299	PROTEST FILED	Forest Guardians	
10/18/2005	387	CASE ESTABLISHED	200510051;	
10/19/2005	143	BONUS BID PAYMENT RECD	\$2560.00;	•
10/19/2005	191	SALE HELD		
10/19/2005	267	BID RECEIVED	\$204800.00;	
10/31/2005	143	BONUS BID PAYMENT RECD	\$202240.00;	•
11/18/2005	298	PROTEST DISMISSED		
11/22/2005	237	LEASE ISSUED		
11/22/2005	974	AUTOMATED RECORD VERIF	GSB	
12/01/2005	496	FUND CODE	05;145003	
12/01/2005	530	网络华格兰 经		
12/01/2005	868	EFFECTIVE DATE		
02/21/2006	963	CASE MICROFILMED/SCANNED		
09/14/2006	140	ASGN FILED	CHALFANT/CHESAPEAK;1	
10/19/2006	139	ASGN APPROVED	EFF 10/01/06;	
10/19/2006	974	AUTOMATED RECORD VERIF	MV	
01/17/2007	140	ASGN FILED	CHESAPEAK/DEVON ENE;1	
02/26/2007	139	ASGN APPROVED	EFF 02/01/07;	

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

#### SEAWOLF 1-12 Fed wells (see list below)

# Devon Energy Production Company June 21, 2018 Condition of Approval Pool Lease Commingling of Bone Spring and Wolfcamp production

- 1. This approval is subject to like approval by the New Mexico Oil Conservation Division.
- 2. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 3. 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.
- 4. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
- 5. Approval for combining production from various sources is a privilege which is granted to lessees for the purpose of aiding conservation and extending the economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.
- 6. Gas measurement for allocation must be measured as per Onshore Order #5 or 43 CFR 3175 and API requirements for sales meters, or as approved in this approval to commingle production.
- 7. Oil measurement for allocation must be measured as per Onshore Order #4 or 43 CFR 3174 and API requirements for oil measurement, or as approved in this approval to commingle production.
- 8. All gas and oil subject to royalty shall be measured as per federal regulations and shall be reported to ONRR as required. All gas which is vented, flared or used on lease shall be reported as per 43 CFR 3179 to ONRR. All gas which is vented or flared shall be subject to royalty, unless prior approval was given by the authorized officer. These volumes are royalty bearing and shall be reported on OGOR "B" as disposition code "33".
- 9. This agency shall be notified of any change in sales method or location of sales point.
- 10. Additional wells and/or leases/CAs require additional commingling approvals.
- 11. Notify this office 24 Hrs. prior to any meter proving to allow time for an inspector to witness.
- 12. Submit meter numbers upon installation of meters and also provide updated facility diagram with meters numbers.

Seawolf 1-12 Fed 81H	3002543762, Wolfcamp	Lease NMNM114988
Seawolf 1-12 Fed 82H	3002543791, Wolfcamp	Lease NMNM114988
Seawolf 1-12 Fed 83H	3002543763, Wolfcamp	Lease NMNM114988
Seawolf 1-12 Fed 84H	3002543764, Wolfcamp	Lease NMNM114988
Seawolf 1-12 Fed 85H	3002543765, Wolfcamp	Lease NMNM114988
Seawolf 1-12 Fed 86H	3002543766, Wolfcamp	Lease NMNM114988

Seawolf 1-12 Fed 91H	3002543767, Wolfcamp	Lease NMNM114988
Seawolf 1-12 Fed 92H	3002543768, Wolfcamp	Lease NMNM114988
Seawolf 1-12 Fed 93H	3002543769, Bone Springs	Lease NMNM114988
Seawolf 1-12 Fed 94Y	3002543770, Wolfcamp	Lease NMNM114988
Seawolf 1-12 Fed 95H	3002544138, Wolfcamp	Lease NMNM114988
Seawolf 1-12 Fed 102H	3002543790, Wolfcamp	Lease NMNM114988

Lease NMNM114988

Royalty Rate 12.5%