<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 811 S. First St., Artesia, NM 88210	State of New Mexico Energy, Minerals and Natural Resources De	submit Original
District III District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505	spartment Submit Original Appropriate HOBBS OCDEtrict Office
	GAS CAPTURE PLAN	RECEIVED
x Original	Operator & OGRID No.: <u>Devon Pr</u> Date:	roduction Co., L.P. (6137) 4/13/2018
Reason for Amendment:		

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: A C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule 19.15.18.12.A

Well(s)/Production Facility - Rattlesnake MDP1 CTB 18-1

	Well Name	API	Well Location	Footages		Expected MCF/D	Flared or Vented	Comments
ſ	Jayhawk 6-7 Fed Fee Com 1H		Sec 6-T26S-R34E	365'FNL FEL	230'		· · · · · · · · · · · · · · · · · · ·	Will connect to Jayhawk 6 CTB 3
	Jayhawk 6-7 Fed Fee Com 2H		Sec 6-T26S-R34E	365`FNL FEL	260'			Will connect to Jayhawk 6 CTB 3
	Jayhawk 6-7 Fed Fee Com 3H		Sec 6-T26S-R34E	365'FNL FEL	290'			Will connect to Jayhawk 6 CTB 3
$\left\{ \right.$	Jayhawk 6-7 Fed Fee Com 4H	25-	Sec 6-T26S-R34E	515'FNL FEL	530'			Will connect to Jayhawk 6 CTB 3
	Jayhawk 6-7 Fed Fee Com 5H		Sec 6-T26S-R34E	515'FNL FEL	230`			Will connect to Jayhawk 6 CTB 3

The well(s) that will be located at the production facility are shown in the table below.

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to <u>Lucid</u> and will be connected to <u>Lucid</u> low/high pressure gathering system located in <u>Lea</u> County, New Mexico. It will require <u>0</u>' of pipeline to connect the facility to low/high pressure gathering system. <u>Devon</u> provides (periodically) to <u>Lucid</u> a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, <u>Devon</u> and <u>Lucid</u> have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at <u>Enterprise</u> Processing Plant located in Sec.36, TWN24<u>S</u>, RNG 30E, <u>Eddy</u> County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on Lucid's system at that time. Based on current information, it is Devon's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease