District I 1625 N. French Dr., Hobbs, NM 88240 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 Department

**Submit Original** to Appropriate District Office

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

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GAS CAPTURE PLAN

	OCT 242010	
x□ Original □ Amended	RECEIVED	Operator & OGRID No.: <u>Devon Production Co., L.P. (6137)</u> Date: 8/9/2017
Reason for Amendment:	•	Date

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 – Fighting Okra 18-19 CTB 2

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

	Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
1	Fighting Okra 18-19 Fed 21H	30-025-43275	Sec 18-T26S-R34E	2360 FNL & 330 FWL FWL			Fighting Okra 18-19 CTB 2
	Fighting Okra 18-19 Fed 31H	30-025-43267	Sec 18-T26S-R34E	2310 FNL & 330 FWL FWL			Fighting Okra 18-19 CTB 2
	Fighting Okra 18-19 Fed 41H	30-025-44220	Sec 18-T26S-R34E	2280 FNL & 330 FWL FWL			Fighting Okra 18-19 CTB 2

### **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 Enterprise and will be connected to Enterprise low/high pressure gathering system located in Lea County, New Mexico. It will require 0' of pipeline to connect the facility to low/high pressure gathering system. Devon provides (periodically) to Enterprise a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, Devon and Enterprise have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Enterprise South Eddy Processing Plant located in Sec. 36, TWN 24S, RNG 30E, Lea 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 Enterprise system at that time. Based on current information, it is <u>Devon's</u> 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
  - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
  - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines