

NITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



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

5. Lease Serial No. NMNM114992

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.

6.	If Indian.	Allottee	or Tribe	Name						

				<u> </u>			
SUBMIT IN 1	RIPLICATE - Other inst	tructions on p	age#OBE	S OC	7. If Unit or CA/Agree	ement, Name and/	or No.
1. Type of Well Gas Well Gas Well Oth	APR 1 1 2019			8. Well Name and No. FIGHTING OKRA 18-19 FED 6H			
2. Name of Operator DEVON ENERGY PRODUCT	REBECCA DE eal@dvn.com	REC	9. API Well No. 30-025-44445-00-X1				
3a. Address P O BOX 250 ARTESIA, NM 88201	3b. Phone No. Ph: 405-228	(include area code)		10. Field and Pool or Exploratory Area WC025G09S253336D-UPPER WC			
4. Location of Well (Footage, Sec., T.)		~	11. County or Parish, State			
Sec 18 T26S R34E NENE 526 32.049255 N Lat, 103.503944				LEA COUNTY, NM			
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICAT	E NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION						
☐ Notice of Intent	☐ Acidize	☐ Deep	☐ Deepen		tion (Start/Resume)	☐ Water Shu	ıt-Off
_	☐ Alter Casing	☐ Hydr	☐ Hydraulic Fracturing		ation	Weil Integ	rity
Subsequent Report	Casing Repair	□ New	Construction	□ Recomp	olete	□ Other	
☐ Final Abandonment Notice	☐ Change Plans ☐		and Abandon	□ Tempor	rarily Abandon		
	☐ Convert to Injection ☐ Plu		g Back 🛮 Water		Disposal		
Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fi WATER PRODUCTION & DIS Site Name: Fighting Okra 18-1. Name(s) of formation(s) pro 2. Amount of water produced 4. How water is stored on leas 5. How water is moved to the	operations. If the operation re andonment Notices must be filinal inspection. SPOSAL INFORMATION 19 Fed 6H ducing water on the lease from all formations in barries: 15-750BBL Water Tardisposal facility: Piped true and correct. Electronic Submission #	e: Bobcat Dravels per day: 8	w; Upper Wolfca	amp	new interval, a Form 316 n, have been completed a	0-4 must be filed	once
Con Name(Printed/Typed) REBECC/		RODUCTION COM LP, sent to the Hobbs and by PRISCILLA PEREZ on 03/20/2019 (19PP1395SE) Title REGULATORY COMPLIANCE PROFESSI					
Nume(17micarrypea) (NEDECO)		NEGODATORY GOINT EIGHGET ROLEGO					
Signature (Electronic S		Date 03/19/20ACCEPTED FOR RECORD					
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE U	SE		
Approved By			Title		MAR 2 1 2019	Date	
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to condu	not warrant or e subject lease	Office		J OF LAND MANAGEN SI SRAD EIELD DEEIC			
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent					ake to any department or	agency of the Un	ited

(Instructions on page 2) *** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **



Additional data for EC transaction #458546 that would not fit on the form

32. Additional remarks, continued

6. Identify the Disposal Facility by:

A. Facility Operators Name: A) Devon Energy B) OWL Operating, LLC

B. Facility or well name/number: A) Rattlesnake 16 SWD B) Hill Stone SWD

C. Type of Facility or well (WDW) (WIW): A) WDW B) WDW

D.1) Location by ?? SW/4 NW/4 Section 16 Township 26S Range 34E

D.2) Location by ?? SE/4 SE/4 Section 25 Township 25S Range 36E

OCD Hobos

OCD Hobus

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



Administrative Order SWD-1526 February 20, 2015

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Pursuant to the provisions of Division Rule 19.15.26.8B. NMAC, Devon Energy Production Company, L.P. (the "operator") seeks an administrative order for its proposed Rattlesnake 16 SWD Well No. 1 with a proposed location 2375 feet from the North line and 210 feet from the West line, Unit letter E of Section 16, Township 26 South, Range 34 East, NMPM, Lea County, New Mexico, for produced water disposal purposes.

THE DIVISION DIRECTOR FINDS THAT:

The application has been duly filed under the provisions of Division Rule 19.15.26.8B. NMAC and satisfactory information has been provided that affected parties as defined in said rule have been notified and no objections have been received. The applicant has presented satisfactory evidence that all requirements prescribed in Rule 19.15.26.8 NMAC have been met and the operator is in compliance with Rule 19.15.5.9 NMAC.

IT IS THEREFORE ORDERED THAT:

The applicant, Devon Energy Production Company, L.P. (OGRID 6137) is hereby authorized to utilize its proposed Rattlesnake 16 SWD Well No. 1 (API No. 30-025-42355) with a proposed location 2375 feet from the North line and 210 feet from the West line, Unit letter E of Section 16, Township 26 South, Range 34 East, NMPM, Lea County, New Mexico, for disposal of oil field produced water (UIC Class II only) through an open hole interval within the Devonian, Fusselman, and Montoya formations from approximately 18773 feet to approximately 20560 feet. Injection shall occur through internally-coated tubing and a packer set a maximum of 100 feet above the top of the open-hole interval.

If the upper contact of the Ordovician Ellenburger formation is encountered prior to the lower limit of the approved disposal interval at 20560 feet, then the total depth of the well (and disposal interval) shall be plugged back to the depth of the upper contact of the Ellenburger formation.

For any casing string installed in this well that does not circulate cement, the operator shall run a cement bond log (or equivalent, but not a temperature survey) to determine the top of cement and the quality of cement placement.

Devon Energy Production Company, L.P. February 20, 2015 SWD-1526 Page 2 of 3

If the final determination of formation tops (based on geophysical logs) does not correlate to the approved disposal interval, then the operator shall apply to amend the order for a corrected description.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the disposed water enters only the approved disposal interval and is not permitted to escape to other formations or onto the surface. This includes the well construction proposed and described in the application.

After installing tubing, the casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge or an approved leak detection device in order to determine leakage in the casing, tubing, or packer. The casing shall be pressure tested from the surface to the packer setting depth to assure casing integrity.

The well shall pass an initial mechanical integrity test ("MIT") prior to initially commencing disposal and prior to resuming disposal each time the disposal packer is unseated. All MIT procedures and schedules shall follow the requirements in Division Rule 19.15.26.11A. NMAC. The Division Director retains the right to require at any time wireline verification of completion and packer setting depths in this well.

The wellhead injection pressure on the well shall be limited to **no more than 3755 psi**. In addition, the disposal well or system shall be equipped with a pressure limiting device in workable condition which shall, at all times, limit surface tubing pressure to the maximum allowable pressure for this well. If requested by the Division's District office, the operator shall install and maintain a chart recorder showing casing and tubing pressures.

The Director of the Division may authorize an increase in tubing pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the disposed fluid from the target formation. Such proper showing shall be demonstrated by sufficient evidence including but not limited to an acceptable Step-Rate Test.

The operator shall notify the supervisor of the Division's District office of the date and time of the installation of disposal equipment and of any MIT so that the same may be inspected and witnessed. The operator shall provide written notice of the date of commencement of disposal to the Division's District office. The operator shall submit monthly reports of the disposal operations on Division Form C-115, in accordance with Division Rules 19.15.26.13 and 19.15.7.24 NMAC.

Without limitation on the duties of the operator as provided in Division Rules 19.15.29 and 19.15.30 NMAC, or otherwise, the operator shall immediately notify the Division's District office of any failure of the tubing, casing or packer in the well, or of any leakage or release of water, oil or gas from around any produced or plugged and abandoned well in the area, and shall take such measures as may be timely and necessary to correct such failure or leakage.

Devon Energy Production Company, L.P. February 20, 2015 SWD-1526 Page 3 of 3

The injection authority granted under this order is not transferable except upon Division approval. The Division may require the operator to demonstrate mechanical integrity of any disposal well that will be transferred prior to approving transfer of authority to inject.

The Division may revoke this injection permit after notice and hearing if the operator is in violation of Rule 19.15.5.9 NMAC.

The disposal authority granted herein shall terminate two (2) years after the effective date of this order if the operator has not commenced injection operations into the subject well. One year after the last date of reported disposal into this well, the Division shall consider the well abandoned, and the authority to dispose will terminate *ipso facto*. The Division, upon written request mailed by the operator prior to the termination date, may grant an extension thereof for good cause.

Compliance with this order does not relieve the operator of the obligation to comply with other applicable federal, state or local laws or rules, or to exercise due care for the protection of fresh water, public health and safety and the environment.

Jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh or protectable waters or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, terminate the disposal authority granted herein.

DAVID R. CATANACH

DIRECTOR

DRC/wvjj

cc: Oil Conservation Division - Hobbs District Office

New Mexico State Land Office - Oil, Gas, and Minerals Division

Bureau of Land Management - Carlsbad Field Office