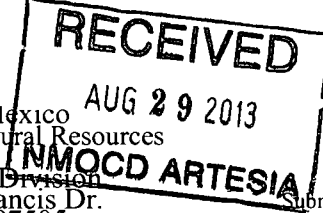


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
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 Production Company, LP,
whose address is 333 W. Sheridan Ave. OKC, OK 73102,
hereby requests an exception to Rule 19.15.18.12 for 90 days or until
N/A, Yr , for the following described tank battery (or LACT):
Name of Lease NMNM0544986 Name of Pool Sand Dunes; Bone Spring, South
Location of Battery: Unit Letter B Section 22 Township 23S Range 31E
Number of wells producing into battery 3 - Aldabra 25 Fed 6H, 7H, & 3H
B. Based upon oil production of 515 API: 30-015-38602, 30-015-38603, 30-015-38615
of gas to be flared is 1000 barrels per day, the estimated * volume
MCF; Value per 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: Curtailment . Due to pipeline capacity, Duke unable to take gas
at this time.

OPERATOR

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature Erin Workman

Printed Name
& Title Erin Workman, Regulatory Compliance Assoc.

E-mail Address Erin.workman@dvn.com

Date 08/28/13 Telephone No. (405) 552-7970

OIL CONSERVATION DIVISION

Approved Until Nov 30, 2013

By ADade

Title Dist H Supervisor

Date Aug 29th, 2013

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

See Attached COAs

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

6/4/2013

Condition of Approval to Flare Gas

1. Report all volumes on OGOR reports.
2. Comply with NTL-4A requirements
3. Subject to like approval from NMOCD
4. **Flared volumes will still require payment of royalties**
5. 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. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5.
6. This approval does not authorize any additional surface disturbance.
7. Submit updated facility diagram as per Onshore Order #3.
8. Approval not to exceed 90 days for date of approval.
9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared.
10. If flaring is still required past 90 days submit new request for approval.
11. If a portable unit is used to flare gas it must be monitored at all times.
12. Comply with any restrictions or regulations when on State or Fee surface.

JDB642013