

Submit 1 Copy To Appropriate District Office
 District I - (375) 393-6161
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources
HOBBS OCD
 OIL CONSERVATION DIVISION
 220 South St. Francis Dr.
 Santa Fe, NM 87505
JUN 18 2014

15-37926
 Form C-103
 Revised August 1, 2011

WELL API NO. 30-025-40683	015-37926
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No. 891005247X	
7. Lease Name or Unit Agreement Name Cotton Draw Unit	
8. Well Number 116H	
9. OGRID Number 6137	
10. Pool name or Wildcat Cotton Draw; Brushy Canyon	
4. Well Location Unit Letter <u>P</u> : <u>330</u> feet from the <u>South</u> line and <u>430</u> feet from the <u>East</u> line Section <u>36</u> Township <u>24S</u> Range <u>31E</u> NMPM <u>Lea County, NM</u> <i>Eddy</i>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3482.4'	

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SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
Devon Energy Production Company, L.P.

3. Address of Operator
333 W. Sheridan, Oklahoma City, OK 73102 (405) 552-7970

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: Flaring Extension <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Devon Energy Production Company, LP respectfully requests to flare the wells behind lease 891005247X as per the List that is attached and the NMOCD C-129. Cotton Draw Unit Flaring is due to the CDU Boosters being down.

See Attachment: C-129

Thank You!

NM OIL CONSERVATION
 ARTESIA DISTRICT
 JUN 26 2014

NM OIL CONSERVATION
 ARTESIA DISTRICT
 JUN 10 2014

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I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Erin Workman TITLE: Regulatory Compliance Professional DATE: 06.06.14

Type or print name: _____ E-mail address: Erin.workman@dvn.com PHONE: 405-552-7970

For State Use Only

APPROVED BY: Dr. J. S. [Signature] TITLE: Dr. J. S. [Signature] DATE: 6-11-14

Conditions of Approval (if any):

★ See Attached COA's

WELL	SEC/T/R	API	POOL	LEASE
COTTON DRAW UNIT #081	Sec. 2, T24S, R31E ✓	30-015-29345	SEISMIC MONITOR, DELAWARE	891005247X
COTTON DRAW UNIT #081	Sec. 2, T24S, R31E	30-015-29345	SWD, DELAWARE	891005247X
COTTON DRAW UNIT #116H	Sec. 36 T24S, R31E ✓	30-015-37926	POKER LAKE; DELAWARE, SOUTH	891005247X
COTTON DRAW UNIT #117H	Sec. 34, T24S, R31E ✓	30-015-38434	PADUCA; BONE SPRING (O)	891005247X
COTTON DRAW UNIT #122H	Sec. 35, T24S, R31E ✓	30-015-38453	PADUCA; BONE SPRING (O)	891005247X
COTTON DRAW UNIT #125H	Sec. 35 T24S, R31E ✓	30-015-38608	PADUCA; BONE SPRING (O)	891005247X
COTTON DRAW UNIT #135H	Sec. 2, T24S, R31E ✓	30-015-38533	PADUCA; BONE SPRING (O)	891005247X
COTTON DRAW UNIT #136H	Sec. 2, T24S, R31E ✓	30-015-38534	PADUCA; BONE SPRING (O)	891005247X
COTTON DRAW UNIT #137H	Sec. 2, T24S, R31E ✓	30-015-38556	PADUCA; BONE SPRING (O)	891005247X
COTTON DRAW UNIT #157H	Sec. 25, T24S, R31E ✓	30-015-40584	PADUCA; DELAWARE, NORTH	891005247X
COTTON DRAW UNIT #159H	Sec. 18, T24S, R31E ✓	30-015-40385	COTTON DRAW; DELAWARE, SOUTH	891005247X
COTTON DRAW UNIT #161H	Sec. 2, T24S, R31E ✓	30-015-38433	COTTON DRAW; DELAWARE, SOUTH	891005247X
COTTON DRAW UNIT #163H	Sec. 11, T24S, R31E ✓	30-015-39375	POKER LAKE; DELAWARE, SOUTH	891005247X
COTTON DRAW UNIT #164H	Sec. 11, T24S, R31E ✓	30-015-39376	COTTON DRAW; DELAWARE, SOUTH	891005247X
COTTON DRAW UNIT #167H	Sec. 25, T24S, R31E ✓	30-015-41385	PADUCA; BONE SPRING (O)	891005247X
COTTON DRAW UNIT #214H	Sec. 36, T24S, R31E ✓	30-015-41537	PADUCA; BONE SPRING (O)	891005247X
COTTON DRAW UNIT #219H	Sec. 2, T24S, R31E ✓	30-015-41363	PADUCA; BONE SPRING (O)	891005247X
COTTON DRAW UNIT #220H	Sec. 2, T24S, R31E ✓	30-015-41364	PADUCA; BONE SPRING (O)	891005247X

**NEW MEXICO OIL CONSERVATION DIVISION
DISTRICT 2 OFFICE
811 SOUTH FIRST STREET
ARTESIA, NM 88210
(575)748-1283**

CONDITIONS OF APPROVAL for FLARING or VENTING GAS

1. Venting gas is absolutely not allowed.
2. Prior to flaring gas, C-129 must be filed & approved. Blanket approval cannot be given for this operation.
3. Flared volumes of gas are to be metered & reported.
4. Flares WILL be manned at all times. Brush should be cut down to 1 or 2 inches around flare stack at least a radial distance of 2 times the height of the flare stack.
5. Flares WILL NOT be left unattended.
6. No flaring operations to be conducted during red-flag days.
<http://www.gacc.nifc.gov/swcc> (go to "Predictive Services" on SWCC website) to check for red flag warnings.
7. Follow safe practices for flaring guidelines.
8. Permit may be rescinded at any time by NMOCD.
9. If well is able to be connected to a gas gathering system, it will be done so as soon as possible.
10. **Flaring of gas is prohibited.** The State Forester grants an exception to the prohibition on open fires for the flaring of natural gas when the following conditions are met. Unless flaring is needed for safety purposes, flaring pursuant to this exception shall not be done on days that are "red flag days" as determined by the National Weather Service or on days when the sustained wind is in excess of 25 miles per hour in the area.
- 11.1. The day is not a "red flag day" as determined by the National Weather Service and the sustained wind is not in excess of 25 miles per hour in the area.

- 12.2. The local fire department and county dispatch are notified at least 24 hours in advance of anticipated releases that will result in flaring. If flaring is done by an automated system then the schedule of flaring shall be provided to the local fire department and county dispatch. The area is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of one and one half times the height of the stack.
- 13.3. At least one adult is on site with communications equipment adequate to reach county dispatch and the local fire department in the event of a fire. The individual should also be equipped with a shovel and a water backpack pump or other equipment to deliver water to suppress a fire.
- 14.4. If flaring is to take place at an unmanned facility, then the area around the flare stack is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of three times the height of the stack.

Your initials here

RD

6/11/2014

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

Jami Bailey, Division Director
Oil Conservation Division



March 7, 2014

FOR IMMEDIATE RELEASE

Contact: Jim Winchester (505)231-8800 E-Mail: jim.winchester@state.nm.us

Notice to Oil and Gas Facilities and Operators Flaring Gas in New Mexico

SANTA FE, NM – The Oil Conservation Division (OCD) encourages all oil and gas facilities with flare stacks and well operators that are flaring gas to upgrade their *Fire Awareness Programs* this year. New Mexico State Forestry reports that 362 fires burned 6,879 acres on state and private land in calendar year 2013.

Forecasts remain dismal this spring with fewer chances for normal precipitation, particularly in southwestern New Mexico and southeastern Arizona. Temperatures are expected to be higher than normal.

Open flames and gas flares should be monitored carefully and oil and gas operators should create a defensible space to help prevent wildfires. Defensible Space is the area around a structure where combustible vegetation that can spread fire has been cleared, reduced or replaced. This space acts as a barrier between a structure and an advancing wildfire.

This means that as a general rule of thumb, the area around staffed flaring facilities should be mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris should be cleared in the area for a distance of at least one and one half times the height of the stack.

If flaring is to take place at an unstaffed facility, then the mowed area around the flare stack should be increased to three times the height of the stack. On "red flag" days local fire departments should be notified prior to the flaring operations.

During the course of the upcoming fire season, it may become necessary for New Mexico State Forestry to issue fire restriction on State and private land. Log on to www.nmforestry.com for updates or to get information on how contact your local State Forestry District office.

For the latest fire weather information please visit USDA Forest Service website: http://gacc.nifc.gov/swcc/predictive/outlooks/monthly/swa_monthly.pdf

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The Energy, Minerals and Natural Resources Department provides resource protection and renewable energy resource development services to the public and other state agencies.

1220 South St. Francis Drive • Santa Fe, New Mexico 87505
Phone (505) 476-3460 • Fax (505) 476-3462 • www.emnrd.state.nm.us/ocd

JUN 10 2014

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JUN 8 2014

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State of New Mexico
Energy Minerals and Natural Resources

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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 West Sheridan Avenue, Oklahoma City, OK 73102
 hereby requests an exception to Rule 19.15.18.12 for 30 days or until
 _____, Yr _____, for the following described tank battery (or LACT):
 Name of Lease 891005247X Name of Pool See Attached
 Location of Battery: Unit Letter _____ Section _____ Township _____ Range _____
 Number of wells producing into battery 18 Wells
- B. Based upon oil production of _____ barrels per day, the estimated * volume
 of gas to be flared is _____ MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
Cotton Draw Booster
- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: Flaring due to DCP Boosters down
 in the Cotton Draw Unit.

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JUN 18 2014

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<p>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.</p> <p>Signature <u>[Signature]</u></p> <p>Printed Name & Title <u>Erin Workman, Regulatory Compliance Prof</u></p> <p>E-mail Address <u>Erin.workman@dvn.com</u></p> <p>Date <u>06.06.14</u> Telephone No. <u>405-552-7970</u></p>	<p>OIL CONSERVATION DIVISION</p> <p>Approved Until <u>July 15, 2014</u></p> <p>By <u>[Signature]</u></p> <p>Title <u>Asst. Supervisor</u></p> <p>Date <u>6-11-14</u></p>
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* Gas-Oil ratio test may be required to verify estimated gas volume.

See Attached COA's