1625 N. French Dr., Hobbs, NM 88240

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

District IV 1220 S. St. Face.

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

1220 S. St. Francis Dr., Santa Fe, NM 87505

GAS CAPTURE PLAN

Date:	1/31/2018				

DISTRICT II-ARTESIA

 □ Original ☐ Amended - Reason for Amendment: Devon & OGRID No.: Devon Energy Prod Co., LP (6137)

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

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility - Name of facility

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

IC	Well(s) that will be lock	ited at the pre	data training		_ 1	771 1	C
	Well Name	API	Well Location	Footages	Expected	Flared or	Comments
	Well Ivallic	7 11 1	(ULSTR)	Č	MCF/D	Vented	
	Tomb Raider 1-12 Fed	N/A	Lot 1, Sec 1, T23S, R 31E	240 FNL 2395 FEL			Todd Apache MDP1 1-1 CTB 3
	Com 614HH			240 FNL			Todd Apache MDP1 1-1
	Tomb Raider 1-12 Fed	N/A	Lot 1, Sec 1,				CTB 3
	Com 714HH 30-	015-4494	2 Г23S, R 31E	2365 FEL			CIB3

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if DCP system is in place. The gas produced from production facility is dedicated to DCP and will be connected to DCP low/high pressure gathering system located in Lea County, New Mexico. It will require 100' of pipeline to connect the facility to low/high pressure gathering system. Devon provides (periodically) to DCP 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 DCP have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at DCP Processing Plant located in Sec.19, Twn. 19S, Rng. 32E, Eddy 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 <u>DCP</u> 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
 - O 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

ACCESS ROAD PLAT

ACCESS ROAD TO THE TOMB RAIDER 1-1 WELLPAD 2 (TOMB RAIDER 1-12 FED 614H & 714H)

DEVON ENERGY PRODUCTION COMPANY, L.P. CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING SECTION 1, TOWNSHIP 23 SOUTH, RANGE 31 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO JANUARY 29, 2018

DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 1, TOWNSHIP 23 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE

BEGINNING AT A POINT WITHIN LOT 2 OF SAID SECTION 1, TOWNSHIP 23 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE NORTH QUARTER CORNER OF SAID SECTION 1, TOWNSHIP 23 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS N49'40'04"W A DISTANCE OF 653.23

THENCE S89'59'04"W A DISTANCE OF 14.85 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTH QUARTER CORNER OF SAID SECTION 1, TOWNSHIP 23 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS N48'48'35"W, A DISTANCE OF 641.98 FEET;

SAID STRIP OF LAND BEING 14.85 FEET OR 0.90 RODS IN LENGTH, CONTAINING 0.010 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

14.85 L.F. 0.90 RODS 0.010 ACRES

SURVEYOR CERTIFICATE

EILIMON F. GARAMILLO PLS

GENERAL NOTES

1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

2.) BASIS OF BEARING AND DISTANCE IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.

SHEET: 2-2

MADRON SURVEYING.

I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD,

NEW MEXICO, THIS DAY OF FEBRUARY 2018

> MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220

Phone (575) 234-3341

SURVEY NO. 5982

CARLSBAD, NEW MEXICO