) <u>,</u> .					Dr			
Form 3160-5 (August 2007) UNITED STATES DEPARTMENT OF THE INTERIOR Artesia							APPROVED	
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS						Expires: July 31, 2010 5. Lease Serial No.		
Su Do no abando	drill or to r	/ELLS e-enter an proposals		MultipleSee Attached 6. If Indian, Allottee or Tribe Name				
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.								
•	T IN TRIPLICA	TE - Other instru	verse side.		7. If Unit or CA/Agreement, Name and/or No. 8910123910			
 Type of Well Oil Well Gas We 		•	8. Well Name and No. MultipleSee Attached					
2. Name of Operator DEVON ENERGY PR	ERIN WORI nan@dvn.com	MAN 9. API Well No. MultipleSee Attac		ttached				
				(include area code) 10, Field and Pool, o 2-7970 MultipleSee A		Exploratory Itached		
4. Location of Well (Foota)		or Survey Description	,)	11. County or Parish,			and State	
MultipleSee Attached					EDDY COUNTY, NM			
I2. CHEC	K APPROPRI	ATE BOX(ES) TO) INDICATI	E NATURE OF	NOTICE, R	 EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSIO	DN	TYPE OF ACTION						
Notice of Intent		Acidize	Dec	epen	Product	tion (Start/Resume)	UWater Shut-Off	
□ Subsequent Report	_	Alter Casing	_	cture Treat	🗖 Reclam		Well Integrity	
				v Construction	Recom		🛛 Other Venting and/or Flari	
Final Abandonment N						rarily Abandon Disposal	ng	
61H/62H Battery. We a This emergency exten Burton Flat. Due to ur without incurring a roy.	or 30 days, b blew a hole in e asking to fi				A OIL CONSERVATI ARTESIA DISTRICT MAY 27 2016			
Average BOPD 335						proval Is For		
Wells contributing to to Burton Flat Deep Unit)502	· An	d Endina /	AUG 11 2	ning MAY 13 2016.	2016 RECEIVED	
Burton Flat Deep Unit	57H 30-015-4(0829 AC	•	For Rec	ora			
14. I hereby certify that the for Name (Printed/Typed) EF	Electr	onic Submission #3 For DEVON ENERG AFMSS for process	Y PRODUCT	ON CO LP, sent	to the Carlsb on 05/18/2016	ad ad (16JAS1536SE) MPLIANCE PROF.	Accepted for reco NiviCCD	
· · · · · · · · · · · · · · · · · · ·		_						
Signature (Electronic Submission) THIS SPACE FOR FEDERA				Date 05/17/2016				
Approved By/S/ DAVID R. GLASS						DaMAY 1 9 2016		
onditions of approval, if any, ar rtify that the applicant holds lea hich would entitle the applicant	e attached. Appro gal or equitable tit	val of this notice does a le to those rights in the	not warrant or	Office				
tle 18 U.S.C. Section 1001 and States any false, fictitious or fra	Title 43 U.S.C. Se	ection 1212, make it a c		rson knowingly and		ke to any department or a	agency of the United	
					······	** BLM REVISE) **	
						TACHED F		
~		,		CONE	DITION	S OF APPP	ROVAL	

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Additional data for EC transaction #339562 that would not fit on the form

5. Lease Serial No., continued

NMNM0560289 STATE

Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM70798D	NMNM0560289	BURTON FLAT DEEP UNIT 61H	30-015-43136-00-S1	Sec 2 T21S R27E NWSW 2050FSL 100FWL
NMNM70798D	STATE	BURTON FLAT DEEP UNIT 53H	30-015-40502-00-S1	Sec 2 T21S R27E NWSW 1620FSL 50FWL
NMNM70798D	NMNM0560289	BURTON FLAT DEEP UNIT 57H	30-015-40829-00-S1	Sec 2 T21S R27E NWSW 1670FSL 50FWL
NMNM70798D	STATE	BURTON FLAT DEEP UNIT 62H	30-015-42629-00-S1	Sec 2 T21S R27E NWSW 1950FSL 100FWL

10. Field and Pool, continued

UNKNOWN

32. Additional remarks, continued

Burton Flat Deep Unit 61H 30-015-43136 Burton Flat Deep Unit 62H 30-015-42629

ATTACHMENT:C-120

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 E. Greene Carlsbad, New Mexico 88220-6292 (575) 234-5972 Venting and/or Flaring Conditions of Approval

This field office has evaluated the attached Notice of Intent as a request for flaring/venting beyond NTL-4A allowable thresholds (reasons, timeframes, and volumes), and has determined the following Conditions of Approval apply.

<u>Conditions of Approval to Flare Gas</u>

1. Comply with NTL-4A requirements

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- 2. Subject to like approval from NMOCD
- 3. Flared volumes are considered "avoidably lost" and will require payment of royalties. Volumes shall be reported on OGOR "B" reports as disposition code "08"
- 4. "Avoidably lost" flare volumes shall be metered due to their royalty bearing status. 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.
- 5. Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on sundry (form 3160-5).
- 6. This approval does not authorize any additional surface disturbance.
- 7. An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 8. Approval not to exceed 90 days, if flaring is still required past 90 days submit new request for approval.
- 9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a sundry form 3160-5.

Definition: As per **NTL-4A II. A.** "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

43CFR3162.7-1 (a) The operator shall put into marketable condition, if economically feasible, all oil, other hydrocarbons, gas and sulphur produced from the leased land.

43CFR3162.1 (a) The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources.