Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

5.	Lease	Serial

FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004

5.	Lease Serial No.	
	NM-89057	

SUNDRY	NOTICES AND REF	PORTS ON WEI	.LS	NW1-8903	D/
	is form for proposals t ell. Use Form 3160-3 (/			6. If Indian,	Allottee or Tribe Name
	PLICATE- Other insti	ructions on rever	se side.	7. If Unit or (CA/Agreement, Name and/or No.
1. Type of Well Oil Well 🗆 📗	Gas Well Other			8. Well Nam	e and No.
2. Name of Operator Devon Energ	y Production Company L.P.			Snappin 9 API Wel	g "11" Federal No. 1H
3a Address P.O. Box 250 Artesia, New Mexico 88211		3b. Phone No. (include 575 748 0163	Phone No. (include area code) 30.015		5-38193 Pool, or Exploratory Area
4. Location of Well (Footage, Sec., 430' FSL & 1650' FWL Sectio				11. County o	r Parish, State
12. CHECK AF	PPROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE, RE	EPORT, OR	OTHER DATA
TYPE OF SUBMISSION		TYI	PE OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans	Deepen Fracture Treat New Construction Plug and Abandon	Production (Statement of Statement of Statem		Water Shut-Off Well Integrity Other Install Gas Line
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
Attach the Bond under which the following completion of the inv	ectionally or recomplete horizontal the work will be performed or proviously of operations. If the operational Abandonment Notices shall be	ly, give subsurface location ride the Bond No. on file values in a multiple comp	ns and measured and tru vith BLM/BIA. Require pletion or recompletion in	e vertical depths d subsequent re n a new interval	s of all pertinent markers and zones. ports shall be filed within 30 days , a Form 3160-4 shall be filed once

To install 7,664.0 feet of 4" buried polyfiberglass pipe operating at 600 psi and transporting 2 MMCFPD.

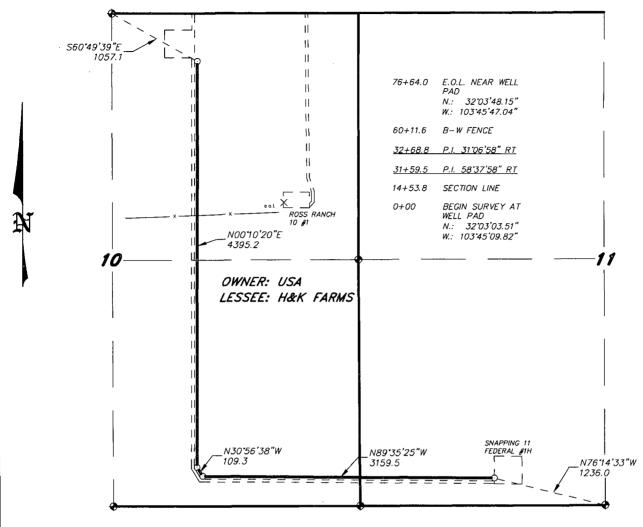
DEC 14 2010 **NMOCD ARTESIA**

14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)	1		
Don C. Deck	Title Right of	Way Agent	
Signature Que	Date	11/17/2010	0
THIS SPACE FOR	R FEDERAL OR STATI	OFFICE USE	
Approved by /s/ Don Peters	son _{Title} FI	ELD MANAGER	Date DEC 1 0 2010
Conditions of approval, if any, are attached. Approval of this notic certify that the applicant holds legal or equitable title to those rights which would entitle the applicant to conduct operations thereon.	a in the authiost lease	CARLSBAD FIELD	OFFICE

States any false, fictitious or fraudulent statements or representations as to anymatter within its jurisdiction.



SECTIONS 10&11, TOWNSHIP 26 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY. NEW MEXICO.

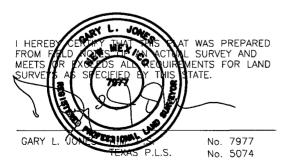


LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTIONS 10&11, TOWNSHIP 26 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND RIGHT OF THE ABOVE PLATTED CENTERLINE SURVEY.

SECTION 10 = 6210.2 FEET = 376.38 RODS = 1.18 MILES = 4.28 ACRES SECTION 11 = 1453.8 FEET = 88.10 RODS = 0.27 MILES = 1.00 ACRES

TOTAL = 7664.0 FEET = 464.48 RODS = 1.45 MILES = 5.28 ACRES



BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 23402 Drawn By: J. M. SMALL Disk: JMS 23402 Date: 10-01-2010

1000 2000 FEET 1000

DEVON ENERGY PRODUCTION CO., L.P.

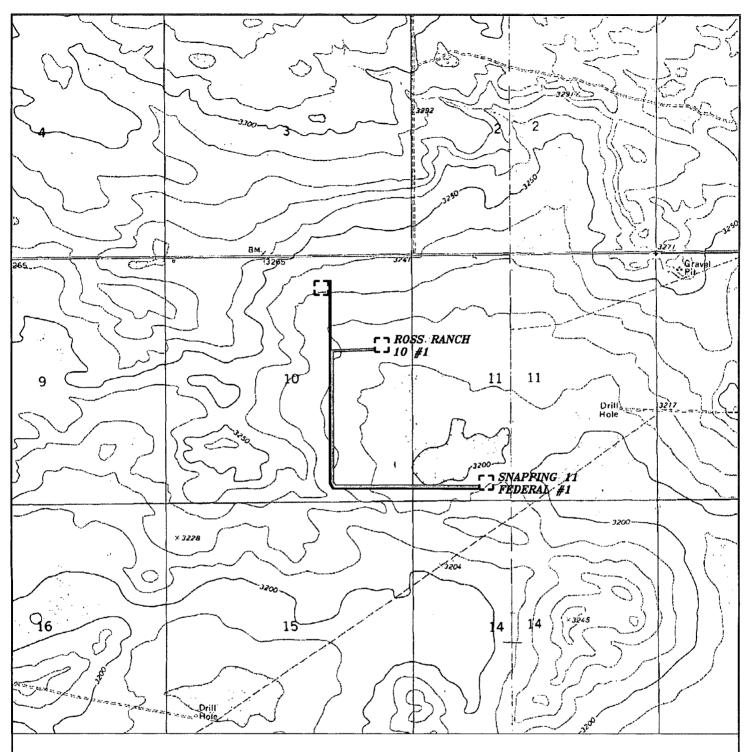
REF: PROP. PIPELINE LINE TO THE SNAPPING 11 FEDERAL #1H

PIPELINE CROSSING USA LAND IN SECTIONS 10&11, TOWNSHIP 26 SOUTH, RANGE 31 EAST,

Sheets

N.M.P.M., EDDY COUNTY, NEW MEXICO.

Sheet Survey Date: 09-23-2010 of



PRO. PIPELINE TO THE SNAPPING 11 FED #1 & ROSS RANCH #1 Sections 10&11, Township 26 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393-7316 — Office (575) 392-2206 — Fax basinsurveys.com

W.O. Number: JMS 23402	owenessor observe
Survey Date: 09-23-2010	epomiconion (con
Scale: 1" = 2000'	O DESCRIPTION OF THE PERSON
Date: 10-01-2010	CONTRACT VALUE OF STREET

DEVON ENERGY
PRODUCTION
CO. L.P.

Lease #: NM-89057 Devon Energy Production Corporation, LP Snapping 11 Federal #1H - Buried Pipeline

BURIED PIPELINE STIPULATIONS

A copy of the APD and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

- 5. All construction and maintenance activity will be confined to the authorized right-of-way.
- 6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.
- 7. Blading of all vegetation will be allowed. Blading is defined as the complete removal of brush and ground vegetation. Clearing of brush species will be allowed. Clearing defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface. In areas where blading and/or clearing is allowed, maximum width of these operations will not exceed 10 feet.
- 8. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 9. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in row, piles, or berms, unless otherwise approved by the Authorized Officer. A berm will be left over the ditch line to allow for settling back to grade.
- 10. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.
- 11. The holder will reseed. Seeding will be done according to the attached seeding requirements, using the following seed mix.

() seed mixture 1) seed mixture 3
() seed mixture 2	() seed mixture 4

- 12. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2.
- 13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

- 14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.
- 15. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.
- 16. Special Stipulations: In areas where blading and/or clearing is allowed, maximum width of these operations will not exceed 10 feet.