

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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
Department
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Part of Devon Clean-up Program

Form C-144
July 21, 2008

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office.
For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

6078

**Pit, Closed-Loop System, Below-Grade Tank, or
Proposed Alternative Method Permit or Closure Plan Application**

- Type of action: ☐ Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method
☒ Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method
☐ Modification to an existing permit
☐ Closure plan only submitted for an existing permitted or non-permitted pit, closed-loop system, below-grade tank, or proposed alternative method

Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request

Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.

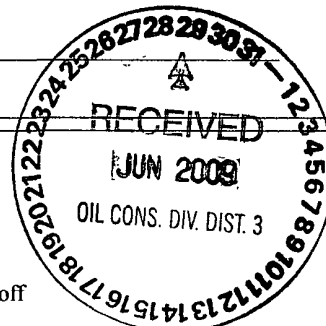
1.
Operator: DEVON ENERGY PRODUCTION COMPANY, L.P. OGRID #: 6137
Address: c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401
Facility or well name: NEBU #354E
API Number: 30-045-34700 OCD Permit Number: _____
U/L or Qtr/Qtr G Section 32 Township 31-N Range 07-W County: San Juan
Center of Proposed Design: Latitude 36.85856 Longitude -107.59165 NAD: ☐ 1927 ☒ 1983
Surface Owner: ☐ Federal ☒ State ☐ Private ☐ Tribal Trust or Indian Allotment

2.
☒ **Pit:** Subsection F or G of 19.15.17.11 NMAC
Temporary: ☒ Drilling ☐ Workover
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A
☒ Lined ☐ Unlined Liner type: Thickness 12 mil ☒ LLDPE ☐ HDPE ☐ PVC ☐ Other _____
☒ String-Reinforced
Liner Seams: ☐ Welded ☐ Factory ☐ Other _____ Volume: 12,857 bbl Dimensions: L 120' x W 75' x D 10'

3.
☐ **Closed-loop System:** Subsection H of 19.15.17.11 NMAC
Type of Operation: ☐ P&A ☐ Drilling a new well ☐ Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent)
☐ Drying Pad ☐ Above Ground Steel Tanks ☐ Haul-off Bins ☐ Other _____
☐ Lined ☐ Unlined Liner type: Thickness _____ mil ☐ LLDPE ☐ HDPE ☐ PVC ☐ Other _____
Liner Seams: ☐ Welded ☐ Factory ☐ Other _____

4.
☐ **Below-grade tank:** Subsection I of 19.15.17.11 NMAC
Volume: _____ bbl Type of fluid: _____
Tank Construction material: _____
☐ Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other _____
Liner type: Thickness _____ mil ☐ HDPE ☐ PVC ☐ Other _____

5.
☐ **Alternative Method:**
Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.



6.

Fencing: Subsection D of 19.15.17.11 NMAC (*Applies to permanent pits, temporary pits, and below-grade tanks*)

- ☐ Chain link, six feet in height, two strands of barbed wire at top (*Required if located within 1000 feet of a permanent residence, school, hospital, institution or church*)
- ☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet
- ☐ Alternate. Please specify _____

7.

Netting: Subsection E of 19.15.17.11 NMAC (*Applies to permanent pits and permanent open top tanks*)

- ☐ Screen ☐ Netting ☐ Other _____
- ☐ Monthly inspections (If netting or screening is not physically feasible)

8.

Signs: Subsection C of 19.15.17.11 NMAC

- ☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers
- ☐ Signed in compliance with 19.15.3.103 NMAC

9.

Administrative Approvals and Exceptions:

Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance.

Please check a box if one or more of the following is requested, if not leave blank:

- ☐ Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau office for consideration of approval.
- ☐ Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

10.

Siting Criteria (regarding permitting): 19.15.17.10 NMAC

Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above-grade tanks associated with a closed-loop system.

Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to temporary, emergency, or cavitation pits and below-grade tanks) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. (Applies to permanent pits) - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within a 100-year floodplain. - FEMA map	<input type="checkbox"/> Yes <input type="checkbox"/> No

11.

Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC**Instructions:** Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.

- ☐ Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC
- ☐ Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC
- ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
- ☐ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
- ☐ Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC

☐ Previously Approved Design (attach copy of design) API Number: _____ or Permit Number: _____

12.

Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC**Instructions:** Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.

- ☐ Geologic and Hydrogeologic Data (only for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9
- ☐ Siting Criteria Compliance Demonstrations (only for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC
- ☐ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
- ☐ Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC

☐ Previously Approved Design (attach copy of design) API Number: _____

☐ Previously Approved Operating and Maintenance Plan API Number: _____ (Applies only to closed-loop system that use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)

13.

Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC**Instructions:** Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.

- ☐ Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC
- ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
- ☐ Climatological Factors Assessment
- ☐ Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Quality Control/Quality Assurance Construction and Installation Plan
- ☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
- ☐ Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Nuisance or Hazardous Odors, including H₂S, Prevention Plan
- ☐ Emergency Response Plan
- ☐ Oil Field Waste Stream Characterization
- ☐ Monitoring and Inspection Plan
- ☐ Erosion Control Plan
- ☐ Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC

14.

Proposed Closure: 19.15.17.13 NMAC**Instructions:** Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.

Type: ☐ Drilling ☐ Workover ☐ Emergency ☐ Cavitation ☐ P&A ☐ Permanent Pit ☐ Below-grade Tank ☐ Closed-loop System

☐ Alternative

Proposed Closure Method: ☐ Waste Excavation and Removal

☐ Waste Removal (Closed-loop systems only)

☐ On-site Closure Method (Only for temporary pits and closed-loop systems)

☐ In-place Burial ☐ On-site Trench Burial

☐ Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for consideration)

15.

Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) **Instructions:** Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.

- ☐ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC
- ☐ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC
- ☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings)
- ☐ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC
- ☐ Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC
- ☐ Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

16.

Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.D NMAC)**Instructions:** Please identify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than two facilities are required.

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Will any of the proposed closed-loop system operations and associated activities occur on or in areas that *will not* be used for future service and operations?
☐ Yes (If yes, please provide the information below) ☐ No
Required for impacted areas which will not be used for future service and operations:

- ☐ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC
- ☐ Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC
- ☐ Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

17.

Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC**Instructions:** Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17.10 NMAC for guidance.

Ground water is less than 50 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA
Ground water is between 50 and 100 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within 500 feet of a wetland. - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within a 100-year floodplain. - FEMA map	<input type="checkbox"/> Yes <input type="checkbox"/> No

18.

On-Site Closure Plan Checklist: (19.15.17.13 NMAC) **Instructions:** Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.

- ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
- ☐ Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC
- ☐ Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC
- ☐ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC
- ☐ Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC
- ☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved)
- ☐ Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC
- ☐ Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC
- ☐ Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

19.

Operator Application Certification:

I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.

Name (Print): _____ Title: _____

Signature: _____ Date: _____

e-mail address: _____ Telephone: _____

20.

OCD Approval: ☐ Permit Application (including closure plan) ☒ Closure Plan (only) ☐ OCD Conditions (see attachment)

OCD Representative Signature: Jonathan D. Kelly Approval Date: 11/01/2011

Title: Compliance Officer OCD Permit Number: _____

21.

Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17.13 NMAC

Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.

☒ Closure Completion Date: 11/22/08

22.

Closure Method:

☐ Waste Excavation and Removal ☒ On-Site Closure Method ☐ Alternative Closure Method ☐ Waste Removal (Closed-loop systems only)

☐ If different from approved plan, please explain.

23.

Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:

Instructions: Please identify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Were the closed-loop system operations and associated activities performed on or in areas that *will not* be used for future service and operations?

☐ Yes (If yes, please demonstrate compliance to the items below) ☐ No

Required for impacted areas which will not be used for future service and operations:

- ☐ Site Reclamation (Photo Documentation)
☐ Soil Backfilling and Cover Installation
☐ Re-vegetation Application Rates and Seeding Technique

24.

Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.

- ☒ Proof of Closure Notice (surface owner and division)
☒ Proof of Deed Notice (required for on-site closure)
☒ Plot Plan (for on-site closures and temporary pits)
☐ Confirmation Sampling Analytical Results (if applicable)
☒ Waste Material Sampling Analytical Results (required for on-site closure)
☒ Disposal Facility Name and Permit Number
☒ Soil Backfilling and Cover Installation
☒ Re-vegetation Application Rates and Seeding Technique
☒ Site Reclamation (Photo Documentation)

On-site Closure Location: Latitude N36.85856 Longitude W-107.59165 NAD: ☐ 1927 ☒ 1983

25.

Operator Closure Certification:

I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.

Name (Print): Mike Pippin Title: Petroleum Engineer

Signature: Mike Pippin Date: June 23, 2009

e-mail address: mike@pippinllc.com Telephone: 505-327-4573

DEVON ENERGY
PIT CLOSURE NEBU #354E

Block #24, Box #4

The attached analytical data was taken by Blagg Engineering & analyzed by Envirotech Laboratories and passed all the State criteria.

Block #24, Box #6

All liquids were hauled to one of the following company disposal wells:

Middle Mesa SWD #2	SWD-441
Middle Mesa SWD #1	SWD-365
Simms Mesa SWD #1	SWD-339
Pump Mesa SWD #1	SWD-366

Block #24, Box #7

The liner was removed above "mud level" after stabilization. Pit contents were mixed with clean soil. After solidification and testing, the pit was backfilled with compacted, non-waste containing, soil. The pit was filled with clean excavated dirt and covered with 1 foot of top soil.

Block #24, Box #8

The area where the temporary drilling pit has been buried in place was seeded on 11/22/08 with 60 lbs of BLM seed mix for precipitation less than 10". The total acreage was 3.0 acres. The seed rate was 20 lbs PLS/acre for mechanical and 35 lbs PLS/acre for hand/broadcast and Harrow.

Submit To Appropriate District Office Two Copies District I 1625 N French Dr., Hobbs, NM 88240 District II 1301 W Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd, 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-105 July 17, 2008								
		1. WELL API NO. 30-045-34700								
		2. Type of Lease <input checked="" type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/> FED/INDIAN								
		3. State Oil & Gas Lease No E-178								
WELL COMPLETION OR RECOMPLETION REPORT AND LOG										
4. Reason for filing: <input type="checkbox"/> COMPLETION REPORT (Fill in boxes #1 through #31 for State and Fee wells only) <input checked="" type="checkbox"/> C-144 CLOSURE ATTACHMENT (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33; attach this and the plat to the C-144 closure report in accordance with 19 15.17.13.K NMAC)		5. Lease Name or Unit Agreement Name Northeast Blanco Unit 6. Well Number: 354E								
7. Type of Completion: <input checked="" type="checkbox"/> NEW WELL <input type="checkbox"/> WORKOVER <input type="checkbox"/> DEEPENING <input type="checkbox"/> PLUGBACK <input type="checkbox"/> DIFFERENT RESERVOIR <input type="checkbox"/> OTHER										
8 Name of Operator: Devon Energy Production Company, L.P.		9. OGRID: 06137								
10. Address of Operator:		11. Pool name or Wildcat:								
12. Location	Unit Ltr	Section	Township	Range	Lot	Feet from the	N/S Line	Feet from the	E/W Line	County
13. Date Spudded	14 Date T.D. Reached	15. Date Drilling Rig Released 10/17/08		16. Date Completed (Ready to Produce)			17. Elevations (DF and RKB, RT, GR, etc.):			
18. Total Measured Depth of Well		19. Plug Back Measured Depth		20. Was Directional Survey Made?			21. Type Electric and Other Logs Run			
22. Producing Interval(s), of this completion - Top, Bottom, Name										
23. CASING RECORD (Report all strings set in well)										
CASING SIZE		WEIGHT LB./FT.		DEPTH SET		HOLE SIZE		CEMENTING RECORD		AMOUNT PULLED
24. LINER RECORD						25. TUBING RECORD				
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN		SIZE	DEPTH SET	PACKER SET		
26.						27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.				
						DEPTH INTERVAL		AMOUNT AND KIND MATERIAL USED		
PRODUCTION										
Date First Production		Production Method (<i>Flowing, gas lift, pumping - Size and type pump</i>)					Well Status (<i>Prod. or Shut-in</i>)			
Date of Test	Hours Tested	Choke Size	Prod'n For	Oil - Bbl	Gas - MCF	Water - Bbl.	Gas - Oil Ratio			
Flow Tubing Press	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.	Oil Gravity - API - (<i>Corr.</i>)				
29. Disposition of Gas (<i>Sold, used for fuel, vented, etc.</i>)							30. Test Witnessed By:			
31. List Attachments										
32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit.										
33. If an on-site burial was used at the well, report the exact location of the on-site burial:										
Latitude 36.85856 Longitude -107.50165 NAD 1927 1983 <input checked="" type="checkbox"/>										
<i>I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief</i>										
Signature		Printed Name		Title		Date				
Mike Pippin		Mike Pippin		Petroleum Engineer		6/23/09				
E-mail Address: mike@pippinllc.com										

Castro, Melisa

From: Castro, Melisa
Sent: Thursday, August 21, 2008 10:53 AM
To: SLO Contact
Subject: NEBU 354E Temporary Pit Closure Notification
Attachments: Pit Closure Plan.doc

Devon Energy Corporation
20 North Broadway
Oklahoma City, OK 73102-8260

405 552 7917 Phone
www.devonenergy.com

August 21, 2008

IN RE: NEBU 354E
API # 30-045-34700
SW NE 1,680' FNL & 1,905' FEL
Sec. 32, T31N, R7W
San Juan County, New Mexico

VIA EMAIL:

Dear Mr. Martinez,

This submittal is pursuant to Rule 19.15.17.13 requiring operators to notify the surface owners of an on-site burial of a temporary pit. Devon Energy Production Company, L.P. is hereby providing written documentation of our intention to close the temporary pit associated with the aforementioned location by means of in place on-site burial.

Please feel free to contact me with any questions or require further information. My contact information is listed below.

Respectfully,

Melisa S. Castro
Devon Energy Production Company, L.P.
Senior Staff Operations Technician
405-323-3184 - Cell.
405-323-1357 - Fax
Melisa.Castro@devonenergy.com

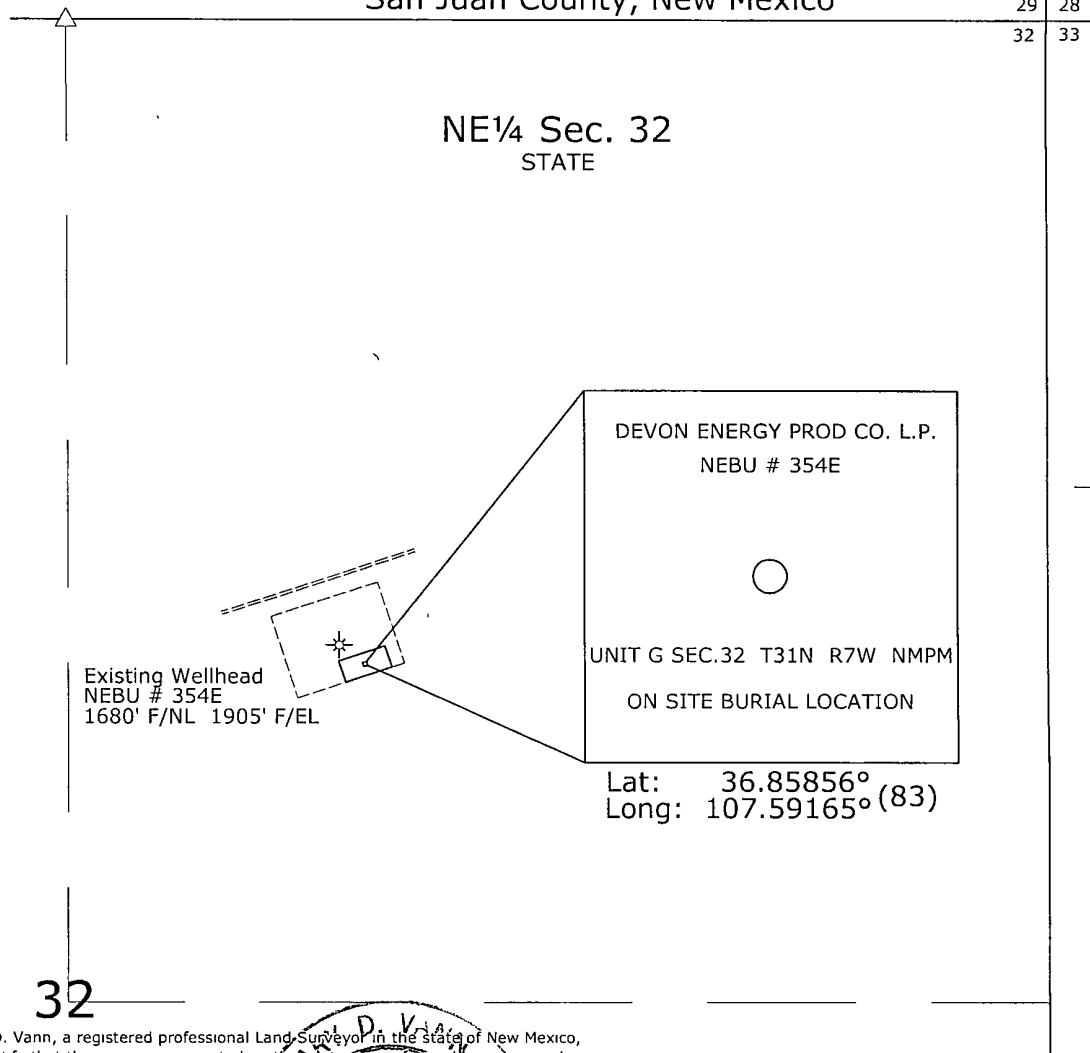
8/21/2008

DEVON ENERGY PRODUCTION COMPANY, L.P.

NEBU # 354E

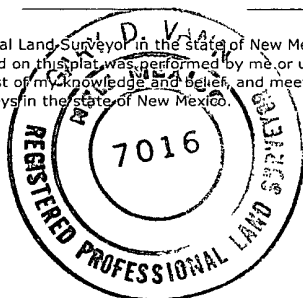
Survey Location of Reserve Pit On-Site Burial Marker

Within the NE¼ of Sec.32, T31N, R7W, N.M.P.M.,
San Juan County, New Mexico



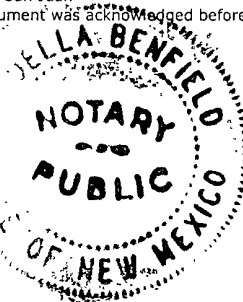
I, Gary D. Vann, a registered professional Land Surveyor in the State of New Mexico, hereby certify that the survey represented on this plat was performed by me or under my supervision, is true and correct to the best of my knowledge and belief, and meets the minimum standards for unclassified surveys in the State of New Mexico.

G. D. Vann
Gary D. Vann
Registered P.L.S. # 7016
State of New Mexico



State of New Mexico
County of San Juan

This instrument was acknowledged before me this 3 day of March, 2009 by Gary D. Vann.



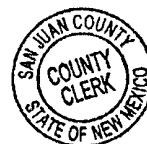
Della Benfield
Notary Public
State of New Mexico
My Commission Expires 10-25-2010



200902967 03/03/2009 02:30 PM

1 of 1 B1489 P781 R \$9.00

San Juan County, NM DEBBIE HOLMES



LE

DEVON ENERGY
PRODUCTION COMPANY, L.P.

Date Surveyed: February 2, 2009	Revision Date:	Scale: 1" = 500'
------------------------------------	----------------	---------------------

Basis of Bearing: GPS Observations
Geodetic Bearing (True North)

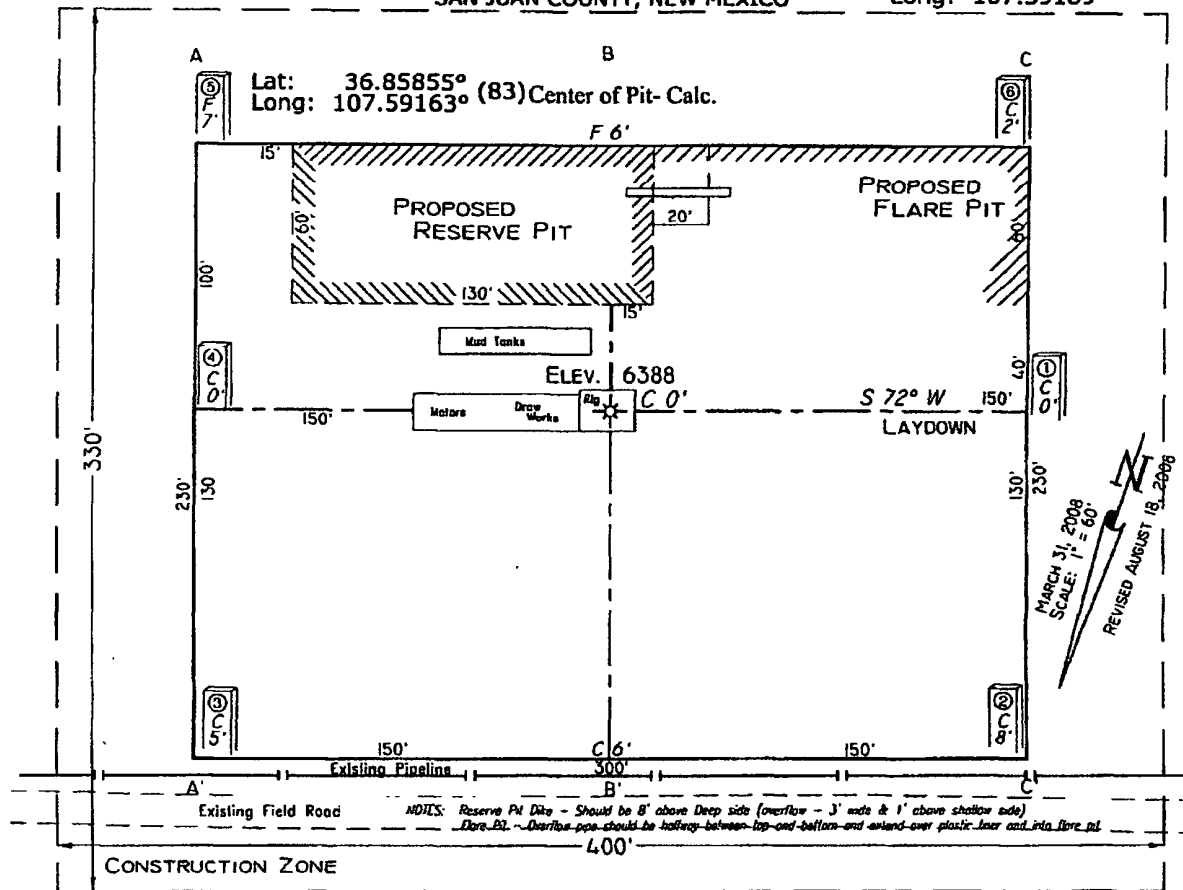
VANN SURVEYS
P. O. Box 1306
Farmington, NM 87499

(R) - CLO Record

PAD LAYOUT PLAN & PROFILE
DEVON ENERGY PRODUCTION COMPANY, L.P.

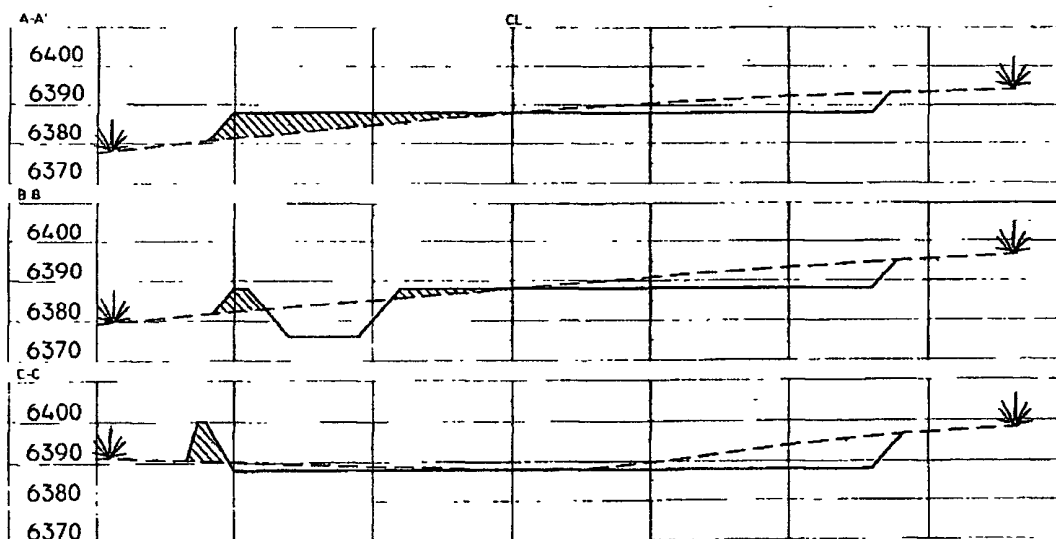
Nebu # 354E
 1680' F/NL 1905' F/EL
 SEC. 32, T31N, R7W, N.M.P.M.
 SAN JUAN COUNTY, NEW MEXICO

Lat: 36.85869°
 Long: 107.59189° (83)



Area of Construction Zone - 330'x400' or 3.03 acres, more or less

SCALE: 1"=60'-HORIZ.
 1"=40'-VERT.



VANN SURVEYS
 P. O. Box 1306
 Farmington, NM

08/20/2008 9:02AM (GMT-05:00)

CHAIN OF CUSTODY RECORD

5853

Client: BLAGG/DEVON		Project Name / Location: DRILLING RESEARVE PIT SAMPLING				ANALYSIS / PARAMETERS																		
Client Address:		Sampler Name:																						
Client Phone No.:		Client No.: 94034-010																						
Sample No./ Identification	Sample Date	Sample Time	Lab No.	Sample Matrix	No./Volume of Containers	Preservative			TPH (Method 8015)	BTEX (Method 8021)	VOC (Method 8260)	RCRA 8 Metals	Cation / Anion	RCI	TCLP with H/P	PAH	TPH (418.1)	CHLORIDE				Sample Cool	Sample Intact	
NEBU 257H/68N S-pt comp	11/26/03	1100	48369	Soil Solid	Sludge Aqueous	1-402				X	X							X	X				X	X
				Soil Solid	Sludge Aqueous																			
NEBU 354E S-pt comp	"	1230	48370	Soil Solid	Sludge Aqueous	1-402				X	X							X	X				X	X
				Soil Solid	Sludge Aqueous																			
				Soil Solid	Sludge Aqueous																			
				Soil Solid	Sludge Aqueous																			
				Soil Solid	Sludge Aqueous																			
				Soil Solid	Sludge Aqueous																			
				Soil Solid	Sludge Aqueous																			
				Soil Solid	Sludge Aqueous																			
				Soil Solid	Sludge Aqueous																			
				Soil Solid	Sludge Aqueous																			
Relinquished by: (Signature) <i>[Signature]</i>					Date	Time	Received by: (Signature) <i>[Signature]</i>										Date	Time						
Relinquished by: (Signature) <i>[Signature]</i>					12/3/03	1305											12-3-03	1305						
Relinquished by: (Signature)							Received by: (Signature)																	
Relinquished by: (Signature)							Received by: (Signature)																	

ENVIROTECH INC.

5796 U.S. Highway 64 • Farmington, NM 87401 • Tel 505-632-0615



EPA METHOD 8015 Modified
Nonhalogenated Volatile Organics
Total Petroleum Hydrocarbons

Client:	Blagg/Devon	Project #:	94034-0010
Sample ID	NEBU 354E	Date Reported:	12-09-08
Laboratory Number:	48370	Date Sampled:	11-26-08
Chain of Custody No	5853	Date Received:	12-03-08
Sample Matrix:	Soil	Date Extracted	12-05-08
Preservative:	Cool	Date Analyzed:	12-08-08
Condition:	Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	32.5	0.1
Total Petroleum Hydrocarbons	32.5	0.2

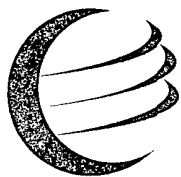
ND - Parameter not detected at the stated detection limit.

References: Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Comments: **Drilling Reserve Pit Sampling, 5-pt Comp.**

Analyst

Review



envirotech

Analytical Laboratory

EPA METHOD 8021
AROMATIC VOLATILE ORGANICS

Client:	Blagg/Devon	Project #:	94034-0010
Sample ID:	NEBU 354E	Date Reported:	12-09-08
Laboratory Number:	48370	Date Sampled:	11-26-08
Chain of Custody:	5853	Date Received:	12-03-08
Sample Matrix:	Soil	Date Analyzed:	12-08-08
Preservative:	Cool	Date Extracted:	12-05-08
Condition:	Intact	Analysis Requested:	BTEX

Parameter	Concentration (ug/Kg)	Det. Limit (ug/Kg)
Benzene	16.8	0.9
Toluene	50.2	1.0
Ethylbenzene	10.2	1.0
p,m-Xylene	43.6	1.2
o-Xylene	13.6	0.9
Total BTEX	134	

ND - Parameter not detected at the stated detection limit.

Surrogate Recoveries:	Parameter	Percent Recovery
	Fluorobenzene	99.0 %
	1,4-difluorobenzene	99.0 %
	Bromochlorobenzene	99.0 %

References: Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Comments: Drilling Reserve Pit Sampling, 5-pt Comp.

Analyst

Review



Client:	Blagg/Devon	Project #:	94034-0010
Sample ID:	NEBU 354E	Date Reported:	12-09-08
Lab ID#:	48370	Date Sampled:	11-26-08
Sample Matrix:	Soil	Date Received:	12-03-08
Preservative:	Cool	Date Analyzed:	12-05-08
Condition:	Intact	Chain of Custody:	5853

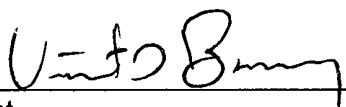
Parameter	Concentration (mg/Kg)
-----------	-----------------------

Total Chloride

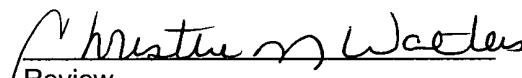
300

Reference: U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.
Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments: **Drilling Reserve Pit Sampling 5 - pt Comp.**



Analyst



Review



EPA Method 8015 Modified
Nonhalogenated Volatile Organics
Total Petroleum Hydrocarbons

Quality Assurance Report

Client:	QA/QC	Project #:	N/A
Sample ID:	12-08-08 QA/QC	Date Reported:	12-09-08
Laboratory Number:	48367	Date Sampled:	N/A
Sample Matrix:	Methylene Chloride	Date Received:	N/A
Preservative:	N/A	Date Analyzed:	12-08-08
Condition:	N/A	Analysis Requested:	TPH

	I-Cal Date	I-Cal RF	C-Cal RF	% Difference	Accept Range
Gasoline Range C5 - C10	05-07-07	9.9611E+002	9.9651E+002	0.04%	0 - 15%
Diesel Range C10 - C28	05-07-07	1.0111E+003	1.0115E+003	0.04%	0 - 15%

Blank Conc. (mg/L - mg/Kg)	Concentration	Detection Limit
Gasoline Range C5 - C10	ND	0.2
Diesel Range C10 - C28	ND	0.1
Total Petroleum Hydrocarbons	ND	0.2

Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Accept Range
Gasoline Range C5 - C10	ND	ND	0.0%	0 - 30%
Diesel Range C10 - C28	2.2	2.1	4.5%	0 - 30%

Spike Conc. (mg/Kg)	Sample	Spike Added	Spike Result	% Recovery	Accept Range
Gasoline Range C5 - C10	ND	250	246	98.4%	75 - 125%
Diesel Range C10 - C28	2.2	250	250	99.2%	75 - 125%

ND - Parameter not detected at the stated detection limit.

References: Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Comments: QA/QC for Samples 48367 - 48370.

Analyst

Review

Client:	N/A	Project #:	N/A
Sample ID:	12-08-BT QA/QC	Date Reported:	12-09-08
Laboratory Number:	48367	Date Sampled:	N/A
Sample Matrix:	Soil	Date Received:	N/A
Preservative:	N/A	Date Analyzed:	12-08-08
Condition:	N/A	Analysis:	BTEX

Calibration and Detection Limits (ug/L)	I-Cal RF	C-Cal RF	%Diff	Blank Conc	Detect Limit
		Accept Range 0 - 15%			
Benzene	1.5966E+006	1.5998E+006	0.2%	ND	0.1
Toluene	1.4872E+006	1.4902E+006	0.2%	ND	0.1
Ethylbenzene	1.4050E+006	1.4078E+006	0.2%	ND	0.1
p,m-Xylene	3.4461E+006	3.4530E+006	0.2%	ND	0.1
o-Xylene	1.4647E+006	1.4677E+006	0.2%	ND	0.1

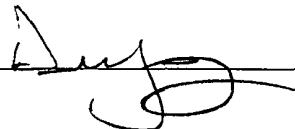
Duplicate Conc. (ug/Kg)	Sample	Duplicate	%Diff	Accept Range	Detect Limit
Benzene	1.4	1.3	7.1%	0 - 30%	0.9
Toluene	6.8	6.6	2.9%	0 - 30%	1.0
Ethylbenzene	2.1	1.9	9.5%	0 - 30%	1.0
p,m-Xylene	9.4	9.0	4.3%	0 - 30%	1.2
o-Xylene	6.8	6.6	2.9%	0 - 30%	0.9

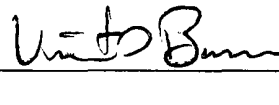
Spike Conc. (ug/Kg)	Sample	Amount Spiked	Spiked Sample	% Recovery	Accept Range
Benzene	1.4	50.0	49.4	96.1%	39 - 150
Toluene	6.8	50.0	55.5	97.7%	46 - 148
Ethylbenzene	2.1	50.0	50.1	96.2%	32 - 160
p,m-Xylene	9.4	100	104	95.3%	46 - 148
o-Xylene	6.8	50.0	58.8	104%	46 - 148

ND - Parameter not detected at the stated detection limit.

References Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.
Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using Photoionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996

Comments: QA/QC for Samples 48367 - 48370 and 48392 - 48397.

Analyst 

Review 



envirotech

Analytical Laboratory

EPA METHOD 418.1 TOTAL PETROLEUM HYDROCARBONS QUALITY ASSURANCE REPORT

Client:	QA/QC	Project #:	N/A
Sample ID:	QA/QC	Date Reported:	12-09-08
Laboratory Number:	12-05-TPH.QA/QC 48392	Date Sampled:	N/A
Sample Matrix:	Freon-113	Date Analyzed:	12-05-08
Preservative:	N/A	Date Extracted:	12-05-08
Condition:	N/A	Analysis Needed:	TPH

Calibration	I-Cal Date	C-Cal Date	I-Cal RF	C-Cal RF	% Difference	Accept. Range
	12-03-08	12-05-08	1,590	1,520	4.4%	+/- 10%

Blank Conc. (mg/Kg)	Concentration	Detection Limit
TPH	ND	31.8

Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Accept. Range
TPH	83.9	89.0	6.1%	+/- 30%

Spike Conc. (mg/Kg)	Sample	Spike Added	Spike Result	% Recovery	Accept Range
TPH	83.9	2,000	1,970	94.5%	80 - 120%

ND = Parameter not detected at the stated detection limit.

References: Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: QA/QC for Samples 48367, 48369 - 48374 and 48392.

Analyst

Review

WELL SITE DOCUMENTATION

Company Name: DEVON ENERGY Well Name: NEBU 354E

Legal Description: Section 32 TWNSHP 31N Range 7W

County: San Juan State: NM

Area Seeded: (See Attached Digital Photos) Dates of Seeding: 11/22/2008

Seed Mix: Southwest Colorado Seed less than 10 BLM NM/CO Certified Mix

NOTE: Application rate is based upon pure live seed (PLS). BLM certified seed is delivered from Dolores, Colorado in 20 lb. sacks. **100% PLS PER BAG.** Included in the cost to customer per acre is \$6.40 per PLS pound. BLM recommended seeding rate for mechanical application is 13.25 LBS PLS per acre and 26.50 LBS per acre for broadcast application. ***Based upon BLM application rate chart dated May 5, 2006***

Seed Rate: Mechanical:	<u>20.00 lbs PLS/acre</u>
Hand/Broadcast and Harrow:	<u>35.00 lbs PLS/acre</u>

***Based upon BLM application rate chart**

Mechanical Acreage: Acreage Meter Start: 1333 End: 1336.2

	Acreage Total: 3.0 Acres
Broadcast and Harrow Acreage:	Acreage Total: N/A

Total Acreage Seeded:

Mechanical + Hand/Broadcast Harrow Application TOTAL: 3 Acres 60 Lbs

Seeding Process: 2006 John Deere 5205 MFW 56 HP Tractor
 2004 Great Plains No-Till Drill Model 605 NT
 2006 Land Pride Broadcast
 2006 8 ft. Harrow

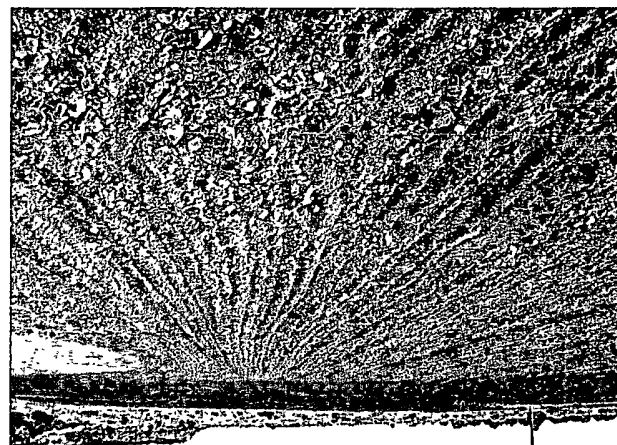
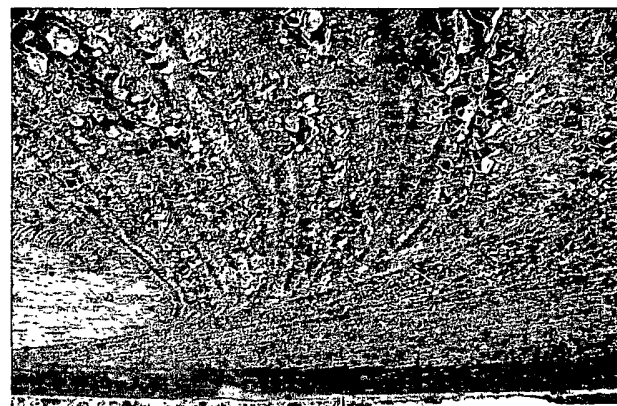
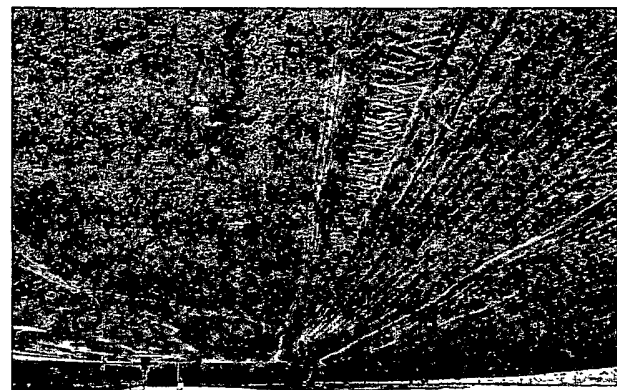
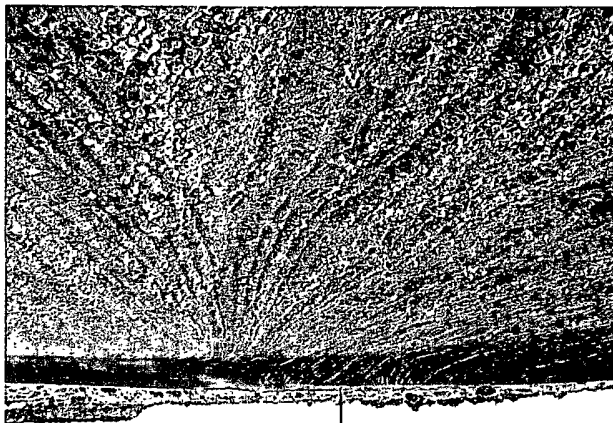
Topography: Dry/soft Clay topsoil with some clods and very little sandstone rock formations. Slight slope conditions on three sides of location. Area to be reseeded was conducive to pre-harrow and no-till drill application.

Comments: A separate invoice will be created for the following services rendered:

- Operator Hourly Rate: \$35.00 X 9 = \$315.00
- Tractor Hourly Rate: \$75.00 X 4.5 = \$337.50
- Fuel/Milage Surcharge: \$2.00 X 150 Miles = \$300.00
- Seeding Cost: \$600.00 Per Acre X 3.0 acres = \$1,800.00
- **NOTE: Cost includes the use of seeders and seed cost per acre.**
- **Total Invoice Cost: \$2,752.50**

NOTE: There is a minimum charge of \$600.00 per acre for each well site.

ST Seeding and Tractor P.O. Box 551 Bloomfield, NM 87413 Ph: 505.793.0364



NEBU #354E

DEVON ENERGY PROD. CO. L.P.

N.E.B.U. #354 E

UNIT & SEC: 32 T31N R7W NMAP

ON SITE BURIAL LOCATION

 EMERGENCY CONTACT:
devon 800-361-3377

N.E.B.U. #354-E MV/DK
API#30-045-34700 NM STATE LEASE
Sec. 32, T-31-N, R-7-W, Elev. 6388'
1680' FNL 1905' FEL (G)
Lat. 36.85669° N Long. 107.59189° W
San Juan County, NM

DEVON ENERGY PRODUCTION COMPANY, L.P.

Mike Pippin

3104 N. Sullivan Avenue

Farmington, NM 87401

505-327-4573 (phone) mike@pippinllc.com

October 27, 2011

NMOCD

c/o Jonathan Kelly

1000 Rio Brazos Rd.

Aztec, NM 87410

RE: Pit Closure Packages from 2008 and 2009, Form C-144
Northeast Blanco Unit

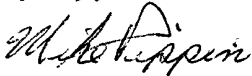
Dear Mr. Kelly,

I have reviewed the list of Northeast Blanco Unit wells you sent me on 10/26/11. As you indicated, many of the pit closure packages from 2008 and 2009 on these wells did not include proof that notice was given to the NMOCD within one week of the drilling pit closure, nor did they include proof of the pit inspections. Although we believe that both the notices and the pit inspections occurred, this was an oversight that the proof was not included in the pit closure packages. Unfortunately, this data is no longer available.

In the future, Devon will include proof of drilling pit closure notice and pit inspection logs in all drilling pit closure packages.

Please contact me at 505-327-4573 should you have any questions.

Very truly yours,



Mike Pippin PE
Petroleum Engineer

FOUO OCT 31 11

OIL CONS. DIV.

DISC. 2