UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OMB NO. 1004-0135 Expires July 31, 2010

Lease Serial No.

NMNM99147

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

6 If Indian, Allottee or Tribe Name

SUBMIT IN TRI	PLICATE - Other instru	ctions on rev	erse side.		7. If Unit or CA/Agree	ment, Name and/or No.
1. Type of Well ☐ Gas Well ☐ Other				8 Well Name and No. SLIDER 8 FEDERAL 1H		
2 Name of Operator DEVON ENERGY PRODUCT	Contact: ION CO, E.Mail: MELANIE.	MELANIE A .CRAWFORD@	CRAWFORD		9. API Well No 30-015-38242	
3a. Address 333 W. SHERIDAN AVENUE OKLAHOMA CITY, OK 73102	2	3b Phone No Ph: 405-55	o. (include area code 52-4524	*)	10. Field and Pool, or WILLOW LAKE;	Exploratory BONE SPRING
4 Location of Well (Footage, Sec., 7	, R, M, or Survey Description	n)			11 County or Parish, a	and State
Sec 8 T25S R29E				į	EDDY COUNTY	, NM
12. CHECK APPI	ROPRIATE BOX(ES) TO	O INDICATE	NATURE OF	NOTICE, RI	EPORT, OR OTHER	R DATA
TYPE OF SUBMISSION			ТҮРЕ О	F ACTION		
NI CI CI CI	☐ Acidize	□ Dee	pen	☐ Producti	ion (Start/Resume)	☐ Water Shut-Off
Notice of Intent	Alter Casing	_	cture Treat	Reclama		☐ Well Integrity
☐ Subsequent Report	Casing Repair	_	Construction	☐ Recomp		Other
Final Abandonment Notice	Change Plans	_	g and Abandon	_	arily Abandon	Off-Lease Measurement
	Convert to Injection	□ Plug	g Back	□ Water D		ι
Attach the Bond under which the wo following completion of the involved testing has been completed. Final Attach the site is ready for final Attach the following wells: Slider 8 Federal 1H 30-015-38242 Slider 8 Federal 2H 30-015-38281 Slider 8 Federal 3H 30-015-38272	operations If the operation repandonment Notices shall be fill inal inspection. LP respectfully requests SEE ATTACH CONDITIONS DIAGRAM AST true and correct.	sults in a multipled only after all to Off Lease HED FOF S OF AP	Gas Measurem R PROVAL Copied for to NMOCDO	ent, Sales, &	new interval, a Form 3160, have been completed, a Storage)-4 shall be filed once
	For DEVON ENERG Committed to AFMSS for	Y PRODUCTI)	ON CO. LP. sent	to the Carlsb	aď	
Name (Printed/Typed) MELANIE	A CRAWFORD		Title REGUL	ATORY ANA	ALYST	
Signature (Electronic S			Date 06/05/2			
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE US	SE .	
Approved By J.D.N.	litlock g		Title LPE	1		Date 8/4/12
Conditions of approval, if any, are attache ertify that the applicant holds legal or equivalent would entitle the applicant to conduction.	utable title to those rights in the	e subject lease	Office (F			
Title 18 U S C Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a statements or representations as	crime for any p to any matter w	erson knowingly and ithin its jurisdiction	d willfully to ma	ake to any department or	agency of the United

Additional data for EC transaction #139791 that would not fit on the form

32. Additional remarks, continued

Slider 8 Federah 4H 30-015-38243

There is a central tank battery located on the Slider 8 Federal 4H location for the 4 wells to utilize. At this time they are the only wells utilizing the battery. Production will flow through 1st a separator, then a heater/treater on location before flowing to the DCP CDP Gas Sales Meter 727874-00 located in the NW corner of Section 16-T25S-R29E in Eddy County, NM. No other wells are connected to the gas line and reported gas volumes are the DCP CDP Gas Sales Meter 727874-00 volumes. The well test method will be used and each well will be tested 72 hours monthly.

ROW will or has already been obtained.

The working interest, royalty interest and overriding royalty interest owners are identical; no additional notification is required.



Sam McCurdy Landman

March 28, 2012

New Mexico Oil Conservation Divison 1220 South St. Francis Drive Santa Fe, NM 87505

Re:

Off Lease Measurement and Sales

Section 8-T25S-R29E Eddy County, NM

Gentlemen:

Devon Energy Production Company, L.P. ("Devon") recently reviewed its files covering United States Oil and Gas Lease NMNM-99147 and has determined that the ownership of the working interest, royalty interest and overriding royalty interest in the following wells is uniform:

Devon Energy Corporation

Fax: (405) 552-8113

20 North Broadway Oklahoma City, Oklahoma 73102-8260 Office: (405) 228-2406

 Slider 8 Federal 1H
 API: 30-015-38242

 Slider 8 Federal 2H
 API: 30-015-38281

 Slider 8 Federal 3H
 API: 30-015-38272

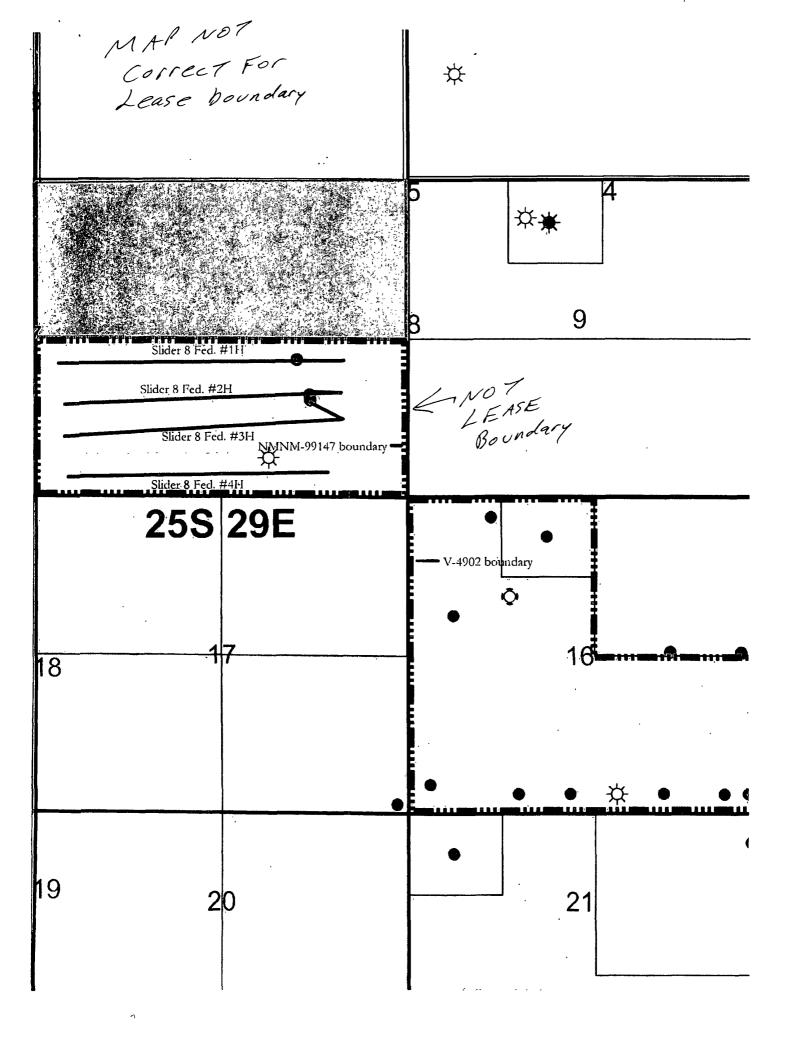
 Slider 8 Federal 4H
 API: 30-015-38243

Please feel free to give me a call at (405) 228-2406 if you have any questions.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Sam McCurdy Landman



Slider 8 #4 API# 30-S8 - T25S - R29E 225 FSL & 1868' FEL Lat. 32'08' 16.63" & Long. 104'00' 14.77 Production System. North 1) Oil sales by tank gauge to tank truck. 2} Seal requirements: A. Production Phase: On all Tanks. (1) All valves 5 sealed closed. Number DIFFERENT THAN Number ON 3160-5 + C-103 Sales Phase: On Tank being hauled. (1) Valve 1 sealed closed. (2) Valve 3 sealed closed. (3) Valve 4 sealed. (4) Valve 5 sealed closed (5) Misc. Valves Plugged or otherwise unaccessable. NOTE: Valve 2 is either a test or roll line if there is a valve 2 it will be sealed Diagram
INComplete Ledger for Site Diagram Valve #1: Production Luse Valve #2. Test or Roll line Valve #3: Circ./Drain Line Valve #4: Equalizer Line Valve #5: Sales Line Valve #6: BS&W Load Line Buried Lines: Firewall: \otimes Wellhead: Stak-pak Stak-pak Production line: Gas Meter

OFF LEASE PRODUCTION						
	10/01/11 Sum Est .: Gas	Sum Est	12/01/11 Sum Est Gas			03/01/112 Sum Est Gas
Slider 8 Federal 1H	6,469.55	9,923.97	10,433.19	11,359.19	8:373.65	4,377.57
Slider 8 Federal 2H	5,184.85	6,733.44	4,352.48	4,230.66	4,321.07	2,235.33
Slider 8 Federal 3H	6,766.01	5,192.15	3,858.19	5,027.29	3,153.4	1,409.3
Slider 8 Federal 4H	7,811.61	4,196.43	1,421.7	1,117.11	1,045.86	2,103.21

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Devon Energy Production Company 333 W Sheridan Avenue Oklahoma City, Oklahoma 73102 Phone (405)-552-4524 Metanie.Crawford@dvn.com

June 5, 2012

Mr. Richard Ezeanyim State of New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, New Mexico 87505

Re:

Off Lease Gas Measurement, Sales, & Storage

Slider 8 Federal 1H, Slider 8 Federal 2H, Slider 8 Federal 3H, & Slider 8 Federal 4H

API: 30-015-38242, 30-015-38281, 30-015-38272, & 30-015-38243

Sec 8-T25S-R29E Lease NMNM99147

Willow Lake; Bone Spring, Southeast Pool Code: 96217

Eddy County, NM

Dear Mr. Ezeanyim.

Please find attached the OCD Form C-103 and BLM Form 3160-5 Sundry Notice of Intent to Off Lease Gas Measurement, Sales & Storage the aforementioned wells. The working interest, royalty interest and overriding royalty interest owners are uniformed; no additional notification is required.

BLM sundry approval and BLM conditions of approval attached.

Should you require any additional information or assistance, please do not hesitate to contact me at (405)-552-4524.

Very truly yours,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Melanie Crawford
Regulatory Analyst

Enclosures

DATE IN SUSPENSE ENGINEER LOGGED IN TYPE APP NO						
	DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -



		1220 South St. Francis Drive, Santa Fe, NM 87505
	······································	ADMINISTRATIVE APPLICATION CHECKLIST
Т	HIS CHECKLIST IS N	ANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS
Appli	[DHC-Dow [PC-Pe	WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE s: ndard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] nhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] ool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] lified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]
[1]	TYPE OF AI	PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD
	Check [B]	One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD PII FOR PPR
	[D]	Other: Specify
[2]	NOTIFICAT [A]	ION REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners
	[B]	Offset Operators, Leaseholders or Surface Owner
-	[C]	Application is One Which Requires Published Legal Notice
	[D]	Notification and/or Concurrent Approval by BLM or SLO U.S Bureau of Land Management - Commissioner of Public Lands, State Land Office
	[E]	For all of the above, Proof of Notification or Publication is Attached, and/or,
	[F]	Waivers are Attached
[3]		CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE ITION INDICATED ABOVE.
[4] approv applica	al is accurate a	TION: I hereby certify that the information submitted with this application for administrative and complete to the best of my knowledge. I also understand that no action will be taken on this quired information and notifications are submitted to the Division.
	Note:	Statement must be completed by an individual with managerial and/or supervisory capacity.
	c Crawford r Type Name	Signature Signature
		Melanie Craw Godewdyn ceor E-mail Address

Submit 3 Copies To Appropriate District Office	State of New Me	exico	Form C-103
District I	Energy, Minerals and Natu	iral Resources	May 27, 2004 /ELL API NO.
1625 N. French Dr., Hobbs, NM 88240 District II	OIL GOVERNMENT TO	į	See Below
1301 W. Grand Ave , Artesia. NM 88210	OIL CONSERVATION		Indicate Type of Lease
<u>District III</u> 1000 R10 Brazos Rd., Aztec, NM 87410	1220 South St. Fran		FED STATE FEE
<u>District IV</u> 1220 S. St. Francis Dr. Santa Fe, NM	Santa Fe, NM 8	7303 . 6.	State Oil & Gas Lease No. NMNM-99147
87505			
(DO NOT USE THIS FORM FOR PROPO	ICES AND REPORTS ON WELLS SALS TO DRILL OR TO DEEPEN OR PL CATION FOR PERMIT" (FORM C-101) FO	UG BACK TO A	Lease Name or Unit Agreement Name See Below
1. Type of Well: Oil Well	Gas Well Other	8.	Well Number See Be l ow
2. Name of Operator	Production Company, LP	9.	OGRID Number 6137
3. Address of Operator	Toduction Company, Li	10	O. Pool name or Wildcat
333 W. Sheridan Avenue, Oklahor	na City, OK 73102 (405) 552-	1524	96217 - Willow Lake; Bone Spring, SE
4. Well Location	C + C + A + 1:		Constant
	feet from the line a vnship 25S Range 29E		from the line y County New Mexico
Section 8 Tow	11. Elevation (Show whether DR	RKB. RT. GR. etc.)	y County New Mexico
	rnship 25S Range 29E 11. Elevation (Show whether DR n/a	, 1420, 111, 511, 510,	
Pit or Below-grade Tank Application . o	r Closure		
	aterDistance from nearest fresh v		
Pit Liner Thickness: mil	Below-Grade Tank: Volume	bbls; Constr	uction Material
12. Check A	Appropriate Box to Indicate N	ature of Notice, Re	port or Other Data
NOTICE OF IN	TENTION TO:	SUBSE	QUENT REPORT OF:
PERFORM REMEDIAL WORK		REMEDIAL WORK	☐ ALTERING CASING ☐
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLII	
PULL OR ALTER CASING OTHER: Off Lease Gas Measure	_	CASING/CEMENT JO	DB 🗆
	•	OTHER:	
			ve pertinent dates, including estimated date n wellbore diagram of proposed completion
Devon Energy Production Co., LP ro	espectfully requests to Off Lease Ga	is Measurement, Sales,	& Storage for the following wells:
Slider 8 Federal 1H - 30-015-38242. 30-015-38243.	, Slider 8 Federal 2H – 30-015-3828	31, Slider 8 Federal 3H	– 30-015-38272, & Slider 8 Federal 4H –
utilizing the battery. Production will Sales Meter 727874-00 located in the	flow through 1st a separator, then NW corner of Section 16-T25S-R	a heater/treater on locat 29E in Eddy County, N	ize. At this time they are the only wells tion before flowing to the DCP CDP Gas IM. No other wells are connected to the gas ll test method will be used and each well
ROW will or has already been obtain	ned.		
The working interest, royalty interest	and overriding royalty interest ow	ners are identical; no ac	dditional notification is required.
	,		
grade tank has been/will be constructed or	closed according to NMOCD guidelines], a general permit 🗌 or a	d belief. I further certify that any pit or below- n (attached) alternative OCD-approved plan
SIGNATURE: 4 Marie	interpretation	Regulatory Analyst	DATE: 6-S-12
Type or print name Melanie Craw For State Use Only		ic.Crawford@dvn.com	Telephone No. (405) 552-4524
APPROVED BY:	TITLE		DATE
Conditions of Approval (if any):			

Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

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Off-Lease Measurement

Conditions of Approval: Devon Energy Production Co. Slider 8 Federal 1H NM99147

Approval of off-lease measurement is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in sales method or location of the Sales point.
- 2. This agency shall be notified of any spill or discharge as required by NTL-3A. No gas may be vented without proper measurement and prior approval. Any gas vented must be flared.
- 3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 4. This approval is subject to like approval by the New Mexico Oil Conservation Division.
- 5. Additional wells and/or leases require additional approvals.
- 6. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
- 7. Approval for off-lease measurement from various sources is a privilege which is granted to lessees for the purpose of aiding conservation and extending the economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.
- 8. 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.