Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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

5. Lease Serial No. NMNM0418220A

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	7. If Unit or CA/A	7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well ☐ Gas Well ☐ Oth		TODD 27K FE	8. Well Name and No. TODD 27K FEDERAL 11		
Name of Operator DEVON ENERGY PRODUCT	ANETTE BARRON ARRON@DVN.COM	9. API Well No. 30-015-3443	9. API Well No. 30-015-34431-00-S1		
		o. Phone No. (include area code h: 575-748-1813	i 0. Field and Pool, INGLE WELL	10. Field and Pool, or Exploratory INGLE WELLS-DELAWARE	
4. Location of Well (Footage, Sec., T		11. County or Paris	11. County or Parish, and State		
Sec 27 T23S R31E NESE 183		EDDY COUN	EDDY COUNTY, NM		
12. CHECK APPI	ROPRIATE BOX(ES) TO IN	NDICATE NATURE OF	NOTICE, REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
□ Notice of Intent☑ Subsequent Report□ Final Abandonment Notice	☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection	☐ Deepen ☐ Fracture Treat ☐ New Construction ☐ Plug and Abandon ☐ Plug Back	☐ Production (Start/Resume) ☐ Reclamation ☐ Recomplete ☐ Temporarily Abandon ☑ Water Disposal	☐ Water Shut-Off ☐ Well Integrity ☐ Other	
If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for final Notice of Written Order 14-ME 1. Delaware Formation 2. 800 BBLS Water produced 4. 1-500 BBLS Tanks	k will be performed or provide the operations. If the operation results andonment Notices shall be filed on all inspection.)	Bond No. on file with BLM/BI in a multiple completion or red	A. Required subsequent reports shall completion in a new interval, a Form ding reclamation, have been complete ATION	be filed within 30 days 3160-4 shall be filed once	
5. Water is piped 6. Devon Energy Operator 7. SWD Facility Todd 26-2 SW 8. SWD Facility Back-up Barc	/D # 493 ay 11 Fed 1 SWD # 935	JUL 25 2014 RECEIVED	SEE ATTA	CHED FOR OF APPROVAL	
14. I hereby certify that the foregoing is Co Name (Printed/Typed) JEANETT	Electronic Submission #250 For DEVON ENERGY I mmitted to AFMSS for proces	PRODUCTION CO LP, sent sing by CATHY QUEEN on	t to the Carlsbad		
Signature (Electronic S	Date 06/18/	2014 APPR	OVED		
	THIS SPACE FOR	FEDERAL OR STATE	OFFICE USE		
Approved By		Title	JUL	1 8 20 4 _{Date}	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.				A. AMOS	
Fig. 10.110.C. Constant 1001 - 17711 40.110.C. C. C. 1010 - 1. C. C.					



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

RECEIVED

JUL 2 8 2004

OCD-ARTESIA

ADMINISTRATIVE ORDER SWD-935

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, LP FOR PRODUCED WATER DISPOSAL, EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Devon Energy Production Company, LP made application to the New Mexico Oil Conservation Division on May 21, 2004, for permission to utilize for produced water disposal its Barclay 11 H Fed Well No. 1 (API No. 30-015-25419) located 2,180 feet from the North line and 660 feet from the East line of Section 11, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

- (1) The application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;
- (2) Satisfactory information has been provided that all offset operators and surface owners have been duly notified;
- (3) The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met; and
 - (4) No objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED THAT:

The applicant is hereby authorized to utilize its Barclay 11 H Fed Well No. 1 (API No. 30-015-25419) located 2,180 feet from the North line and 660 feet from the East line of Section 11, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico, in such manner as to permit the injection of produced water for disposal purposes into the Delaware formation through perforations from 5,210 feet to 5,800 feet and through 3-1/2 inch plastic-lined tubing set in a packer located within 100 feet above the top of the injection interval.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

As preparation and prior to injection, the operator shall swab test the well and report the swab test results and results of a water analysis to the Artesia district office of the Division. In addition, the operator shall report the estimated static bottom hole pressure of the injection interval in writing to the Santa Fe office of the Division.

After installing injection tubing and prior to commencing injection operations into the well, the casing shall be pressure tested from the surface to the packer setting depth to assure the integrity of said casing.

The casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge at the surface or left open to the atmosphere to facilitate detection of leakage in the casing, tubing, or packer.

The wellhead injection pressure on the well shall be limited to no more than 1,042 psi. In addition, the injection well or system shall be equipped with a pressure limiting device in workable condition which shall, at all times, limit surface injection pressure to the maximum allowable pressure for this well.

The Director of the Division may authorize an increase in injection pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the injected fluid from the injection formation. Such proper showing shall consist of a valid step-rate test run in accordance with and acceptable to this office.

The operator shall notify the supervisor of the Artesia district office of the Division of the date and time of the installation of disposal equipment and of any mechanical integrity test so that the same may be inspected and witnessed.

The operator shall immediately notify the supervisor of the Artesia district office of the Division of the failure of the tubing, casing, or packer in said well and shall take such steps as may be timely and necessary to correct such failure or leakage.

PROVIDED FURTHER THAT, jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh water or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, terminate the injection authority granted herein.

The operator shall provide written notice of the date of commencement of injection to the Artesia district office of the Division. The operator shall submit monthly reports of the

disposal operations on Division Form C-115, in accordance with Rule Nos. 706 and 1120 of the Division Rules and Regulations.

The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator, may grant an extension thereof for good cause shown.

Approved at Santa Fe, New Mexico, on this 22nd day of July 2004.

MARK E. FESMIRE, P.E.

Director

MEF/wvjj

cc: Oil Conservation Division - Artesia

Bureau of Land Management - Carlsbad

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR
ANITA LOCKWOOD
CABINET SECRETARY POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 827-5800

AMENDED ADMINISTRATIVE ORDER SWD-493

APPLICATION OF DEVON ENERGY CORPORATION FOR SALT WATER DISPOSAL, EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Devon Energy Corporation made application to the New Mexico Oil Conservation Division on October 19, 1992, for permission to complete for salt water disposal its Todd "26" Federal Well No. 2 located 1980 feet from the North line and 1650 feet from the East line (Unit G) of Section 26, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

- (1) The application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;
- (2) Satisfactory information has been provided that all offset operators and surface owners have been duly notified:
- (3) The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met; and
- (4) No objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED THAT:

The applicant herein, Devon Energy Corporation is hereby authorized to complete its Todd "26" Federal Well No. 2 located 1980 feet from the North line and 1650 feet from the East line (Unit G) of Section 26, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico, in such manner as to permit the injection of salt water for disposal purposes into the Bell Canyon formation at approximately 4460 feet to 5134 through 2 7/8-inch plastic-lined tubing set in a packer located at approximately 4360 feet.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

Prior to commencing injection operations into the well, the casing shall be pressure tested from the surface to the packer setting depth to assure the integrity of said casing.

The casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge at the surface or left open to the atmosphere to facilitate detection of leakage in the casing, tubing, or packer.

The injection well or system shall be equipped with a pressure limiting device which will imit the wellhead pressure on the injection well to no more than 892 psi.

The Director of the Division may authorize an increase in injection pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the injected fluid from the Bell Canyon formation. Such proper showing shall cons st of a valid step-rate test run in accordance with and acceptable to this office.

The operator shall notify the supervisor of the Artesia district office of the Division of the date and time of the installation of disposal equipment and of the mechanical integrity test so that the same may be inspected and witnessed.

The operator shall immediately notify the supervisor of the Artesia district office of the Division of the failure of the tubing, casing, or packer in said well and shall take such steps as may be timely and necessary to correct such failure or leakage.

PROVIDED FURTHER THAT, jurisdiction of this cause is hereby retained by the Division for the entry of such further order or orders as may be deemed necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of the operator to conduct operations in a manner which will ensure the protection of fresh water or in a manner inconsistent with the requirements set forth in this order, the Division may, after notice and hearing, terminate the injection authority granted herein.

The operator shall submit monthly reports of the disposal operations in accordance with Rule Nos. 706 and 1120 of the Division Rules and Regulations.

The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator, may grant an extension thereof for good cause shown.

Approved at Santa Fe, New Mexico, on this 7th day of December, 1992.

WILLIAM J. LEMAY, Director

Oil Conservation Division - Artesia xc: US Bureau of Land Management - Carlsbad

WATER PRODUCTION & DISPOSAL INFORMATION

In order to process your disposal request, the following information must be completed in full

Site Name: Todd 27-11 Satalite Battery
Name(s) of formation(s) producing water on the lease: Delaware
2. Amount of water produced from all formations in barrels per day: 800 BBLS
3. Attach a current water analysis of produced water from all zones showing at least the total dissolved solids, ph, and the concentrations of chlorides and sulfates. (One sample will suffice if water is commingled)
4. How water is stored on lease: 1-500 BBL TANK
5. How water is moved to the disposal facility: PIPED
6. Identify the Disposal Facility by:
A. Facility Operators Name: a.)Devon Energy
B. Facility or well name/number: a.) Todd Fed 26 Permit # 493 b.) Barclay 11 Fed 1 Permit # 935
C. Type of Facility or well (WDW) (WIW): a.) WDW b.) WDW
D.A. Location by SW4/NE4 Section 26 Township 23S Range 31E
D.B. Location by SE4/NE4 Section 11 Township 23S Range 31E
7. Attach a copy of the State issued permit for the Disposal Facility. (Info on the NMOCD Website or on the Artesia I Drive)

Submit to this office, 620 EAST GREENE ST, CARLSBAD NM, 88220, the above required information on a Sundry Notice 3160-5. Submit 1 original and 5 copies, within abatement period. (This form may be used as an attachment to the Sundry Notice.)

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

- 1. This agency shall be notified of any change in your method or location of disposal.
- 2. Compliance with all provisions of Onshore Order No. 7.
- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. 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.
- 5. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

7/10/14