Form 3160-5 (August 2007)

NM OIL CONSERVA ARTESIA DISTRICT UNITED STATES

DEPARTMENT OF THE INTERIOR FEB 17 2016

BUREAU OF LAND MANY

FORM APPROVED

OCD-ARTESIA

OMB No. 1004-0137 Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS
of use this form for proposals

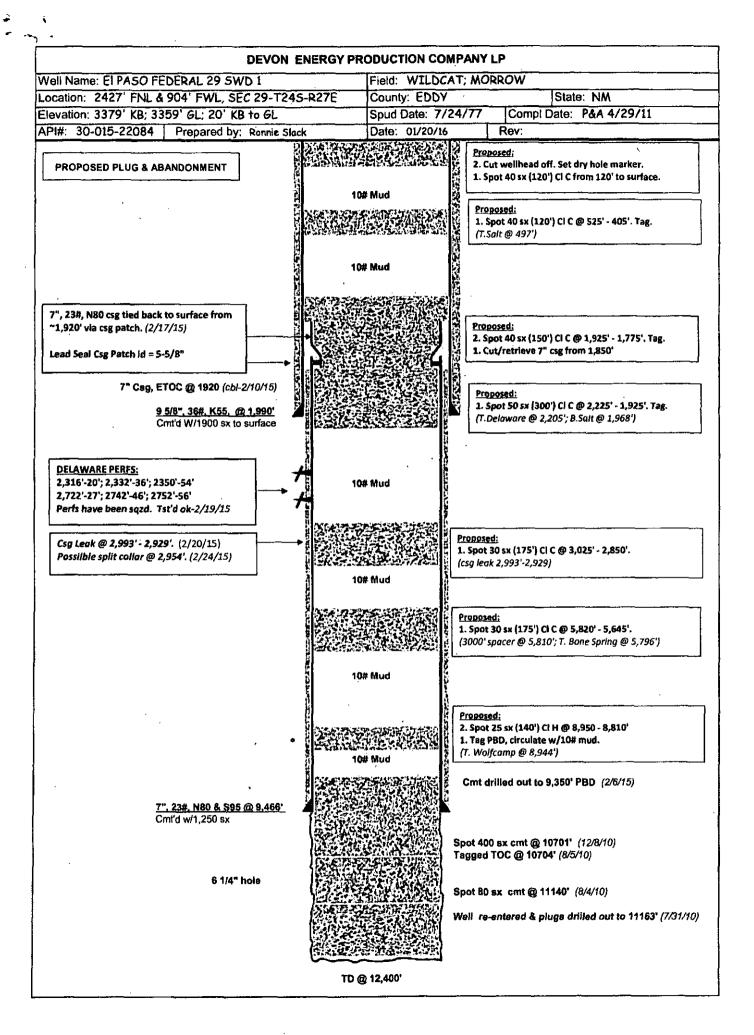
5. Lease Serial No. NMNM112269 6. If Indian, Allottee or Tribe Name

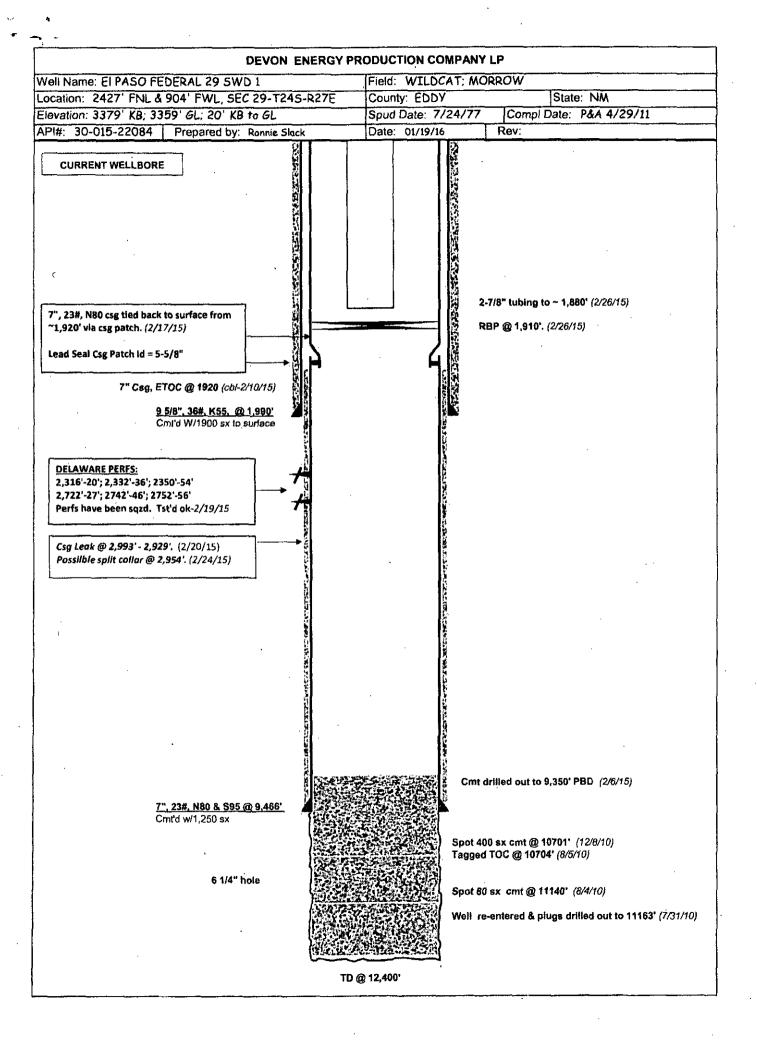
	form for proposals to drill or t Use Form 3160-3 (APD) for su			·
SUBMIT IN TRIPLICATE – Other instructions on page 2.			7. If Unit of CA/Agreement, Name and/or No.	
1. Type of Well Oil Well Gas Well Other INJECTION			8. Well Name and No. EL PASO FEDERAL 29 SWD 1	
2. Name of Operator DEVON ENERGY PRODUCTION COMPANY, LP			9 API Well No. 30-015-22084	
3a. Address 333 West Sheridan Avenue, Oktahoma City, O	. (include area code) 5	10. Field and Pool or Exploratory Area SWD;DEVONIAN-SILURIAN		
4. Location of Well (Footage, Sec., T. 2427 FNL & 904 FWL; SEC 29-724S-R27E	R.,M., or Survey Description)	-	11. Country or Parish, St EDDY, NM	ate
12. CHE	CK THE APPROPRIATE BOX(ES) TO INI	DICATE NATURE OF NOTICE	CE, REPORT OR OTHER	DATA .
TYPE OF SUBMISSION	TYPE OF ACTION			
Notice of Intent		ture Treat Reci	uction (Start/Resume)	Water Shut-Off Well Integrity
Subsequent Report			mplete porarily Abandon	Other
Final Abandonment Notice			r Disposal	
testing has been completed. Final determined that the site is ready for 1. MIRU P&A Unit. Retrieve 2-7/8" 2. Tag PBD @ 9,350'. Circulate we 3. Spot 25 sx (140') Cl H @ 8,950' 4. Spot 30 sx (175') Cl C @ 5,820' 5. Spot 30 sx (175') Cl C @ 3,025' 6. Spot 50 sx (300') Cl C @ 2,225' 5.	production tubing from 1,880'. Retrieve illbore w/10# mud. - 8,810'. (T.Wolfcamp @ 8,944') - 5,645'. (3000' spacer @ 5,810'; T.Bone - 2,850'. (Casing leak 2,993' - 2,929') - 1,925'. Tag. (T.Delaware @ 2,205'; 9-5 50'. Spot 40 sx (150') CI C @ 1,925' - 1, 105'. Tag. (T.Salt @ 497')	RBP @ 1,910'. Spring @ 5,796') Sprince @ 1,990'; B.Salt @	reclamation, have been on File 1,968')	Ompleted and the operator has
10. Cut wellhead off. Set dry hole r	narker.			NITNESS
Current & proposed wellbore schen (D) 2/54/16 ACCEPTED MESSON	arm man ma			TACHED FOR NS OF APPROVAL
 I hereby certify that the foregoing is Name (Printed/Typed) Ronnie Slack 	g is true and correct. Title Production Techno		logist	
Signature Round	Slack	Date 1-20-	APP	ROVED
	THIS SPACE FOR FEDI	RAL OR STATE OF	FICE USE	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
Approved by	·	Title	JAN	2 6 2016
	d. Approval of this notice does not warrant or	certify 3	PA	Swant

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any contribution of the United Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any contribution of the United Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any contribution of the United Section 1212, make it a crime for any person knowingly and willfully to make to any contribution of the United Section 1212, make it a crime for any person knowingly and willfully to make to any contribution of the United Section 1212, make it a crime for any person knowingly and willfully to make to any contribution of the United Section 1212, make it a crime for any person knowingly and willfully to make to any contribution of the United Section 1212, make it a crime for any person knowingly and willfully to make to any contribution of the United Section 1212, make it a crime for any person knowingly and willfully to make to any contribution of the United Section 1212, make it a crime for any person knowingly and will be used to the United Section 1212 and the United Sectio

entitle the applicant to conduct operations thereon.

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.





Conditions of Approval

Devon Energy Production Co., LP El Paso Federal 29 - 01 , API 3001522084 T24S-R27E, Sec 29, 2460FNL & 943FWL January 26, 2016

- 1. Operator is required to have the BLM approved NOI procedure with applicable conditions of approval on location during this workover operation.
- 2. Subject to like approval by the New Mexico Oil Conservation Division.
- 3. Notify BLM 575-361-2822 Eddy Co. as work begins. Plugging procedures are to be witnessed. If there is no response leave a voice mail with the API#, workover purpose, and a call back phone number.
- 4. Surface disturbance beyond the existing pad must have prior approval.
- A closed loop system is required. The operator shall properly dispose of drilling/circulating contents at an authorized disposal site. Tanks are required for all operations, no excavated pits.
- 6. Functional H₂S monitoring equipment shall be on location.
- 7. 3000 (3M) Blow Out Prevention Equipment to be used. All BOPE and workover procedures shall establish fail safe well control. Ram(s) for the work string(s) used is required equipment. Manual BOP closure system including a blind ram and pipe ram(s) designed to close on all (hand wheels) equipment shall be installed regardless of BOP design. Function test the installed BOPE to 500psig when well conditions allow. Related equipment, (choke manifolds, kill trucks, gas vent or flare lines, etc.) shall be employed when needed for reasonable well control requirements.
- 8. All waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during any other crew-intensive operations.
- The BLM PET witness is to run tbg tally and agree to cement volumes and placement.
 Sample each plug for cement curing time and tag and/or pressure test as requested by BLM PET witness.
- 10. Cementing procedure is subject to the next three numbered paragraphs.
- 11. Mix cement plugs to cover a minimum of 100ft plus 10ft for every 1,000ft to the bottom of the plug, rounding the number of necessary sacks up to the nearest 5 sacks. Never use less than 25sx. Examples: A cement plug set at 8000 in 7" casing would require a min of 35sx. A 25sx plug in 5 ½" casing should cover 250ft, which may exceed 100ft plus 10ft per 1000ft.
- 12. Class H > 7500ft & C < 7500ft) cement plugs(s) will be necessary. For any plug that requires a tag or pressure test a minimum WOC time of 4 hours(C) & 8 hours(H) is recommended. Formation isolation plugs of Class "C" to be mixed 14.8#/gal, 1.32 ft³/sx, 6.3gal/sx water and "H" to be mixed 16.4#/gal, 1.06ft³/sx, 4.3gal/sx water.
- 13. Minimum requirement for mud placed between plugs is 25 sacks of salt water gel per 100 barrels in 9 lb/gal brine.
- 14. Tag PBTD (sundry records indicate that 07/09/2010 the well was drilled out to 11163).

- 15. Set a Class H cement plug from PBTD and tag the plug with tubing at 9200 or above.
- 16. Perf 7" at 5900 and squeeze cement behind pipe with no more than 1000psig. Leave a Class H cement plug from 5900 to 5700. Tag with tubing at 5700 or above. The CBL of 02/10/2015 indicates little to no cement behind 7" pipe at this depth.
- 17. Squeeze cement behind pipe through the 7" collar split at ±2960 with no more than 1000psig. Leave a Class C cement plug from 3025 to 2850. Tag with tubing at 2850 or above. The CBL of 02/10/2015 indicates little to no cement behind 7" pipe at this depth.
- 18. Squeeze cement behind pipe through the 7" perfs at 2277-356 with no more than 1000psig. Leave a Class C cement plug from 2277 to 2100. Tag with tubing at 2100 or above. The CBL of 02/10/2015 indicates little to no cement behind pipe at this depth.
- 19. Perf 7" at 2050 and squeeze cement behind pipe with no more than 1000psig. Leave a Class C cement plug from 2050 to 1940. Tag with tubing at 1940 or above. The CBL of 02/10/2015 indicates little to no cement behind 7" pipe at this depth.
- 20. Test the plug top at 1940 and the 9 5/8" csg to 300psig. Squeeze off any leaks found in the 9 5/8" csg.
- 21. The operator's proposed plugs may be satisfied by COA Steps 15 20, if not, the operator's proposed plugs are accepted.
- 22. File subsequent sundry Form 3160-5 within 30 days of workover procedures. Submit the (BLM Form 3160-5 subsequent report (daily reports) via BLM's Well Information System; https://www.blm.gov/wispermits/wis/SP (email pswartz@blm.gov for operator setup instructions). Include (dated daily) descriptions of the well work, ie. procedure descriptions and setting depths of each plug in the subsequent sundry.
- 23. Wellbore plugging is to be accomplished within 90 days of approval.

Reclamation Objectives and Procedures

In Reply Refer To: 1310

Reclamation Objective: At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its pre-disturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines. Strip and remove caliche, contour the location to blend with the surrounding landscape, re-distribute the native soils, provide erosion control as needed, rip and seed as

needed. This will apply to well pads, facilities, and access roads. Barricade all access road(s) at the starting point. If reserve pits have not been adequately reclaimed due to salts or other contaminants, propose a plan for BLM approval to provide restoration of the pit area.

- 1. The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations should have included adequate measures for stabilization and reclamation of disturbed lands. Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD process as per Onshore Oil and Gas Order No. 1.
- 2. For locations and/or access roads not having an approved plan, or an inadequate plan for surface reclamation the operator must submit a proposal describing the procedures for reclamation. The appropriate time for submittal would be when filing the Notice of Intent, or with the Subsequent Sundry Report of Abandonment on Form 3160-5. The final reclamation goal is to be completed within 6 months of wellbore abandonment.
- 3. With an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you have issues or concerns, contact a BLM specialist to assist you. It may be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation equipment to ensure that it meets BLM objectives.
- 4. Upon reclamation conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a BLM specialist to inspect the location to verify work was completed as per approved plans.
- 5. The BLM approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been tentatively reestablished. If the objectives have not been met BLM will be notify the operator of the required corrective actions.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time the full BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the full BLM objectives have been met, submit a Final Abandonment Notice (FAN) Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time a BLM specialist will again inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability for the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any reclamation questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Environmental Protection Specialist 575-234-5909, 575-361-2648 (Cell)

Linda Denniston Environmental Protection Specialist 575-234-5974

Jesse Bassett Natural Resource Specialist 575-234-6237

Paul Murphy Natural Resource Specialist 757-499-6869 Robertson, Jeffery Natural Resource Specialist 575-361-2632

Trishia Bad Bear Natural Resource Specialist 575-393-3612

Brooke Wilson Natural Resource Specialist 575-234-5913

Richard (Chad) Young Natural Resource Specialist 575-361-3565

Access information for use of Form 3160-5 "Sundry Notices and Reports on Wells"

NM Fed Regs & Forms - http://www.blm.gov/nm/st/en/prog/energy/oil and gas.html

§ 43 CFR 3162.3-2 Subsequent Well Operations.

§ 43 CFR 3160.0-9 (c)(1) Information collection.

§ 3162.4-1 (c) Well records and reports.