UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FORM APPROVED |
|-----------------------|
| OMB NO. 1004-013: |
| Expires: July 31, 201 |

| | Expires, July 31, 2010 |
|----|-----------------------------------|
| 5. | Lease Serial No. |
| ٠, | NMLC0 1862 |
| Ó | <i>g</i> , |
| 6. | If Indian, Allottee or Tribe Name |

| SUNDRY I Do not use this abandoned well | 5. Lease Serial No. NMLC061862 6. If Indian, Allottee or Tribe Name | | | | | | | | | |
|---|--|------------------------------|---------------------------------|--|--------------------------|------------------------|--|--|--|--|
| SUBMIT IN TRIF | 7. If Unit or CA/Agreement, Name and/or No. | | | | | | | | | |
| Type of Well Gas Well | 8. Well Name and No. COTTON DRAW UNIT 240H | | | | | | | | | |
| Name of Operator DEVON ENERGY PROD CO., | Contact: |) | 9. API Well No. 30-015-43215 | | | | | | | |
| 3a. Address 333 WEST SHERIDAN AVE. OKLAHOMA CITY, OK 73102 | | (include area code 2-6558 | e) | 10. Field and Pool, or Exploratory PADUCA; BONE SPRING | | | | | | |
| 4. Location of Well (Footage, Sec., T. | | | 11. County or Parish, | and State | | | | | | |
| Sec 13 T25S R31E Mer NMP | EDDY COUNTY, NM | | | | | | | | | |
| 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | | | | | | | | |
| TYPE OF SUBMISSION | ТҮРЕ С | F ACTION | | | | | | | | |
| ☐ Notice of Intent | ☐ Acidize | □ Deepen | | ☐ Production (Start/Resume) | | ■ Water Shut-Off | | | | |
| _ | ☐ Alter Casing | ☐ Frac | ture Treat | ☐ Reclamation | | ■ Well Integrity | | | | |
| Subsequent Report | Casing Repair | □ New | Construction | ☐ Recomp | olete | ☐ Other | | | | |
| ☐ Final Abandonment Notice | ☐ Change Plans | Plug | ug and Abandon Tempor | | arily Abandon | | | | | |
| | ☐ Convert to Injection | Convert to Injection | | | Disposal | | | | | |
| 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) | | | | | | | | | | |
| WATER PRODUCTION & DIS Site Name: Cotton Draw Unit | SEE ATTACHED FOR CONDITIONS OF APPROVAL | | | | | | | | | |
| 1. Name(s) of formation(s) pro | ducing water on the lease | one Springs | | | ROVED | | | | | |
| 2. Amount of water produced to | from all formations in barr | 1100bbls | | | | | | | | |
| 4. How water is stored on leas | | | | | DEC | 3 0 2016 | | | | |
| 5. How water is moved to the | disposal facility: piped | (A) | 10-1148 | ٠, | Sir | | | | | |
| 5. How water is moved to the disposal facility: piped 6. Identify the Disposal Facility by: Accepted for record - NMOCDOWO - 1148 JAMES A. AMOS SUPERVISOR-EPS 14. I hereby certify that the foregoing is true and correct. ARTESIA DISTRI | | | | | | | | | | |
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #348224 verified by the BLM Well Information System For DEVON ENERGY PROD CO., L.P., sent to the Carlsbad Committed to AFMSS for processing by DEBORAH MCKINNEY on 08/24/2016 () Name (Printed/Typed) LINDA GOOD ARTESIA DISTRICT APR 1 0 2017 | | | | | | | | | | |
| RECEIVED | | | | | | | | | | |
| Signature (Electronic S | Submission) | Date 08/18/2 | 2016 | | | | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | | | | | |
| Approved By Survey Tu | | | Title EPS | SLIE | | 12/30116 Date | | | | |
| Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu | itable title to those rights in the | Office | R | | | | | | | |
| Title 18 U.S.C. Section 1001 and Title 43 | U.S.C. Section 1212, make it a | crime for any pe | rson knowingly an | d willfully to ma | ake to any department or | r agency of the United | | | | |

Additional data for EC transaction #348224 that would not fit on the form

32. Additional remarks, continued

- A. Facility Operators Name: a) Devon Energy b) Devon Energy
- B. Facility or well name/number: a) Cotton Draw Unit SWD 181 b) Cotton Draw Unit SWD 84
- C. Type of Facility or well (WDW) (WIW): a) WDW b) WDW
- D.1) Location by 1/4 1/4 SE/4 NE/4 Section 36 Township 24S Range 31E
- D.2) Location by 1/4 1/4 NE/4 SE/4 Section 2 Township 25S Range 31E

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