Form 3160-5" (February 2005)

•UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

BUREAU OF LAND MANAGEMENT			5 Lease Serial No NM-112269			
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 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 Listening Well				8 Well Name and No. El Paso 29 Federal 1		
2. Name of Operator Devon Energy Production Co., LP				9 API Weil No 30-015-22084		
3a. Address 20 North Broadway OKC, OK 73102		3b Phone No. (include area co	ode)	10. Field and Pool or I	Exploratory Area Vildcat; Morrow	
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 1980 FNL & 660 FWL Sec 29-T24S-R27E				11. Country or Parish, State Eddy County, NM		
12. CHEC	K THE APPROPRIATE BO	X(ES) TO INDICATE NATUR	E OF NOTIC	E, REPORT OR OTH	ER DATA	
TYPE OF SUBMISSION	ION TYPE OF ACTI			ION		
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	=	uction (Start/Resume)	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon		mplete orarily Abandon	Other Change	of Operator
Final Abandonment Notice	Convert to Injection	Plug Back	`	r Disposal		
13 Describe Proposed or Completed Or the proposal is to deepen direction. Attach the Bond under which the value following completion of the involvatesting has been completed. Final determined that the site is ready for	ally or recomplete horizontall work will be performed or pro red operations. If the operation Abandonment Notices must be	ly, give subsurface locations and wide the Bond No. on file with on results in a multiple completi	l measured an BLM/BIA. R on or recomp	d true vertical depths of equired subsequent repletion in a new interval	of all pertinent markers a ports must be filed withi I, a Form 3160-4 must b	and zones in 30 days e filed once
As required by 43 CFR 3100.5(a) ar	nd 43 CFR 3162.3 we are	notifying you of a change of o	operator on t	he above referenced	l well.	
Devon Energy Production Co., LP a the lease portion of lease described		Il applicable terms, conditions	s, stipulation			onducted on
Devon Energy Production Co., LP meet federal bonding requirements as follows (43 CFR 3104):						
Bond Coverage: Individually Bonded BLM Bond File No.: CO-1104					_ 15 2011	
Effective Date: 02/09/2010	***			NMOS	D ARTESIA	

The well was previously operated by HNG Oil Company. See attached documentation of what was already agreed to between the BLM and Devon.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

14 I hereby certify that the foregoing is true and correct. Name (Printed/Typea) Stephanie A. Ysasaga' Title	Sr. Staff Engineering T	Fechnician			
Signature Date	05/05/2011	APPROVED			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by	Title	JUL 1 4 2011			
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.	Office	/s/ JD Whitlock Jr			
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person fictitious or fraudulent statements or representations as to any matter within its jurisdiction	ake to BURFARHOF OLAND WAND CATEVISIANS any false, CARLSBAD FIELD OFFICE				
(Instructions on page 2)		Land the second			

Ysasaga, Stephanie

From: Sent:

Sanchez, Victoria

To:

Wednesday, May 04, 2011 2:24 PM Ysasaga, Stephanie; Gray, Ken

Subject:

Attachments:

FW: EL Paso 29 Fed 1 - API No. 30-015-22084 McGowen, Gregory (mcgowg) - 04-20-10 - REQDYCG.PDF; Sanchez, Victoria (sanchv) -

04-20-10 - RZQQGHQ.PDF

fyi

From: Sanchez, Victoria

Sent: Tuesday, April 20, 2010 3:27 PM To: McGowen, Gregory; Ysasaga, Stephanie

Subject: FW: EL Paso 29 Fed 1 - API No. 30-015-22084

Stephanie

You may want to print this e-mail and put it in the well file for our records.

If Dave sends us a response, I will forward his response as well so you can file it as well.

Vicky

Victoria Lucia Sánchez Regulatory Advisor Devon Energy 20 N Broadway Corporate Tower, Suite 3.016 Oklahoma City, OK 73102 Direct: 405-228-8379

Cell: 405-406-4025 Fax: 405-552-8113

From: Sanchez, Victoria

Sent: Tuesday, April 20, 2010 3:24 PM

To: 'Dave D Evans@blm.gov'

Subject: EL Paso 29 Fed 1 - API No. 30-015-22084

Dave

Thank you very much for organizing the conference call yesterday to discuss our environmental responsibilities when reentering the well listed above for the purpose of gathering Micro-seismic data.

As per our conversation yesterday, Devon would only be responsible to abide by the enclosed Conditions of Approval and would not be responsible to reclaim the already distressed areas that exist at this site (see enclosed pictures). As per our phone conversation on 04/19/10. Devon's surface restoration obligations will be limited to:

- Returning the well pad and access roads to current conditions. Devon would not be required to remove existing concrete around the plug and abandoned site (see enclosed picture).
- Removing any caliche that Devon may use to improve the access road or well pad.
- Cutting the existing well head dry marker (see enclosed picture) and replace it with a flat plate after the well has been plug and abandoned.

If you have any further questions or comments in regards to this well, you contact me directly or call Greg McGowen at (405) 228-8965 or you can send him an e-mail at Gregory.McGowen@dvn.com.

Thank you again for your cooperation on this matter.

Vicky

Victoria Lucia Sánchez Regulatory Advisor Devon Energy 20 N Broadway Corporate Tower, Suite 3.016 Oklahoma City, OK 73102 Direct: 405-228-8379

Cell: 405-406-4025 Fax: 405-552-8113

BUREAU OF LAND MANAGEMENT

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

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well-by the 90^{th} day provide this office, prior to the 90^{th} day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Fallure to do so may result in enforcement action.

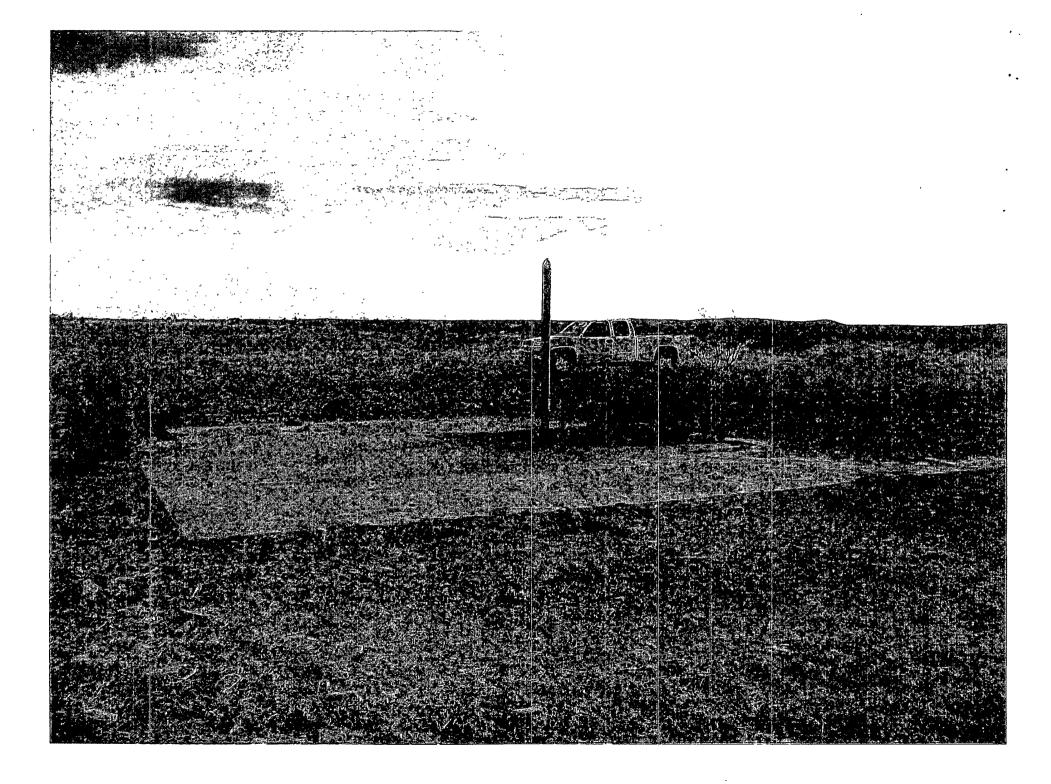
- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of brine water. Minimum nine (9) pounds per gallon.
- 5. Cement Requirement: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in a cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Any plug that requires a tag will have a minimum WOC time of 4 hours.

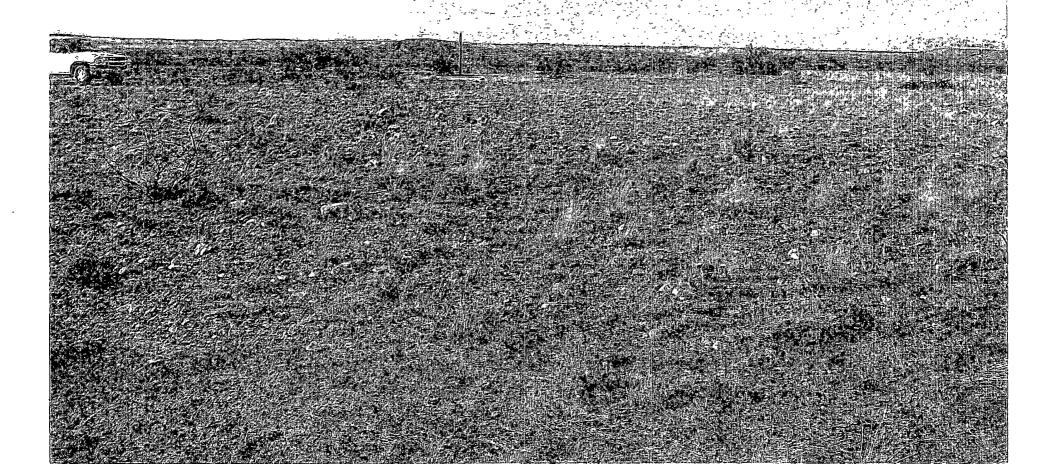
Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

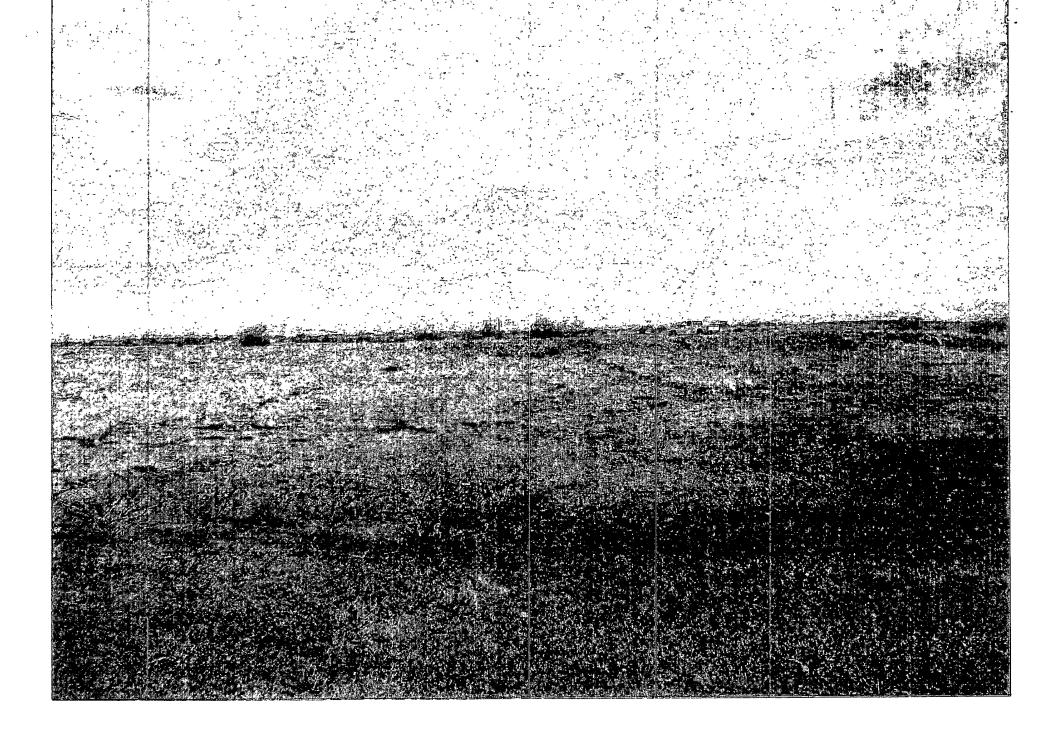
- 6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).
- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation procedure.

DHW 111109







BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval

Devon Energy Production Co., LP

- 1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
- 2. All above ground structures and equipment on the lease shall be painted Shale Green (5Y 4/2). This is to be done within 90 days, if you have not already done so.
- 3. Submit for approval of water disposal method.
- 4. Submit updated facility diagrams as per Onshore Order #3
- 5. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 6. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
- 7. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
- 8. Subject to like approval by NMOCD.