

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

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

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMNM92781	
2. Name of Operator DEVON ENERGY		6. If Indian, Allottee or Tribe Name	
3a. Address 6488 SEVEN RIVERS HIGHWAY PO BOX 250 ARTESIA, NM 88211		7. If Unit or CA/Agreement, Name and/or No. Nm 94480x	
3b. Phone No. (include area code) Ph: 575-748-0174		8. Well Name and No. GAUCHO UNIT 10H	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 17 T2S R34E SWSE 200FSL 1780FEL		9. API Well No. 30-025-41183	
		10. Field and Pool, or Exploratory OJO CHISO; BONE SPRING	
		11. County or Parish, and State LEA COUNTY, NM	

HOBBS OCD
NOV 17 2014

RECEIVED

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input checked="" type="checkbox"/> Water 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 recomplate 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 recomplate 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.)

Number PF-0015-14

- Name(s) of formation(s) producing water on the lease.
Ojo Chiso; Bone Spring
- Amount of water produced from each formation in barrels per day.
150 barrels per day
- How water is stored on the lease.
Two 500 barrel water tanks at Gaucho Central Tank Battery facility
- How water is moved to disposal facility.

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #253876 verified by the BLM Well Information System For DEVON ENERGY, sent to the Hobbs Committed to AFMSS for processing by LINDA DENNISTON on 08/15/2014 ()

Name (Printed/Typed) SHAMMY INGRAM	Title FIELD ADMIN SUPPORT
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Signature (Electronic Submission)	Date 07/21/2014	APPROVED
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THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____	Title _____	NOV 12 2014 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.		Office JAMES A. AMOS SUPERVISOR-EPS

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 department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

NOV 18 2014

Additional data for EC transaction #253876 that would not fit on the form

32. Additional remarks, continued

Piped

5. Operator's of disposal facility:
Devon

a. Lease name or well name and number.
Rio Blanco 4 Federal #3 SWD and Caballo 9 State #1 SWD

b. Location by 1/4 1/4 Section, Township, and Range of the disposal system.
NW/4 of SE/4, Section 4, Township 23S, Range 34E and SW/4 of NW/4
Section 9, Township 23S, Range 34E

c. The appropriate NMOCD permit number.
NM-19143 and API: 30-025-34577 *5-2-2017*

WATER DISPOSAL ONSHORE ORDER #7

Gaucha Unit #10H API: 30-025-41183

The following information is needed before your method of water disposal can be considered for approval.

1. Name(s) of formation (s) producing water on the lease.

Ojo Chiso; Bone Spring

2. Amount of water produced from each formation in barrels per day.

150 barrels per day

3. How water is stored on the lease.

Two 500 barrel water tanks at the Gaucha Central Tank Battery facility

4. How water is moved to disposal facility.

Piped

5. Operator's of disposal facility Devon

- a. Lease name or well name and number Rio Blanco 4 Federal #3 SWD and Caballo 9 State #1 SWD

- b. Location by $\frac{1}{4}$ $\frac{1}{4}$ Section, Township, and Range of the disposal system NW/4 of SE/4 Section 4 Township 23S Range 34E & SW/4 of NW/4 Section 9 Township 23S Range 34E

- c. The appropriate NMOCD permit number NM-19143 & API: 30-025-34577

SWD 30/12

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