

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources Department  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit Original  
to Appropriate  
District Office

**GAS CAPTURE PLAN**

Date: 9/18/2017

Original Operator & OGRID No.: Devon Energy Production Co. (6137)  
 Amended - Reason for Amendment: \_\_\_\_\_

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomple to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

**Well(s)/Production Facility – Name of facility**

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Mean Green 23-35 Fed Com 1H		26S-34E-23	2449 FSL & 890 FEL			Connecting to the Mean Green 23 CTB 2
Mean Green 23-35 Fed Com 2H	<u>30725-44596</u>	26S-34E-23	2449 FSL & 860 FEL			Connecting to the Mean Green 23 CTB 2

**Gathering System and Pipeline Notification**

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to Enterprise and will be connected to Enterprise's low/high pressure gathering system located in Lea County, New Mexico. It will require 1400' of pipeline to connect the facility to low/high pressure gathering system. Devon Energy provides (periodically) to Enterprise a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, Devon Energy and Enterprise have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Enterprise Jal Processing Plant located in Sec. 33, Twn. 24S, Rng. 37E, Lea County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

**Flowback Strategy**

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on Enterprise system at that time. Based on current information, it is Devon Energy's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

**Alternatives to Reduce Flaring**

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation – On lease
  - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas – On lease
  - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal – On lease
  - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

Contingency Intermediate Cement				
Additional Info for String	3	Additional String Description		
Stage Tool Depth		Intermediate squeeze cement		
<i>Lead</i>				
Top MD of Segment	0	Btm MD of Segment	9000	Cement Type
				Class C
Additives	0.125 lbs/sack Poly-E-Flake	Quantity (sks)	1450	Yield (cu.ft./sk)
				1.3
Density (lbs/gal)	14.5	Volume (cu.ft.)	1900	Percent Excess
				0
<i>Tail</i>				
Top MD of Segment		Top MD of Segment		Cement Type
Additives		Quantity (sks)		Yield (cu.ft./sk)
Density (lbs/gal)		Volume (cu.ft.)		Percent Excess

Contingency Production Cement				
Additional Info for String		Additional String Description		
Stage Tool Depth				
<i>Lead</i>				
Top MD of Segment		Btm MD of Segment		Cement Type
Additives		Quantity (sks)		Yield (cu.ft./sk)
Density (lbs/gal)		Volume (cu.ft.)		Percent Excess
<i>Tail</i>				
Top MD of Segment		Top MD of Segment		Cement Type
Additives		Quantity (sks)		Yield (cu.ft./sk)
Density (lbs/gal)		Volume (cu.ft.)		Percent Excess