Form 3160-5 (June 2015)

Main

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED OMB NO. 1004-0137

Expires: January 31, 2018 5. Lease Serial No. NMNM113969

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

abandoned we	m. Ose form 5100-5 (AF)	b) for such p	Toposais.	BBS 0	CD		
SUBMIT IN	TRIPLICATE - Other ins	tructions on	page 2	0820	7. If Unit or CA/Agree	ment, Name and/or No.	
Type of Well ☐ Gas Well ☐ Oth	her /		W	AT OULS	8. Well Name and No. NORTH THISTLE	2-35 FED 1H	
Name of Operator DEVON ENERGY PRODUCT	Contact: TON CONTENAN: brittney.wh	BRITTNEY Water a contract of the contract of t	/HEATON	ECFIA	30-025-42831	/	
3a. Address 333 W. SHERIDAN AVE OKLAHOMA CITY, OK 73102	(include area code 8.2810	e)	10. Field and Pool or Exploratory Area BRINNINSTOOL;BONE SPRING				
4. Location of Well (Footage, Sec., T			11. County or Parish, S	tate			
Sec 2 T23S R33E Mer NMP 5		LEA COUNTY, NM					
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	ΓE NATURE (OF NOTICE,	REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION			ТҮРЕ С	OF ACTION			
☐ Notice of Intent	☐ Acidize	□ Deep	□ Deepen		ion (Start/Resume)	■ Water Shut-Off	
	☐ Alter Casing	☐ Hyd	raulic Fracturing		ation	■ Well Integrity	
Subsequent Report	☐ Casing Repair	□ New	Construction	□ Recomp	olete	Other	
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon	☐ Tempor	arily Abandon		
	☐ Convert to Injection	☐ Plug Back			■ 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 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. Site Name: North Thistle 2 35 Fed 1H 1. Name(s) of formation(s) producing water on the lease: Brinninstool; Bone Spring 2. Amount of water produced from all formations in barrels per day: 2022 bbls per day 4. How water is stored on lease: 4-500 bbl water tanks @ the North Thistle 2 CTB 5. How water is moved to the disposal facility: piped 6. Identify the Disposal Facility by:							
	Electronic Submission # For DEVON ENERG Committed to AFMSS for p Y WHEATON	SY PRODUCTI	ON COMPAN, SO DEBORAH MCK	ent to the Hob (INNEY on 04/	bs		
Signature (Electronic Submission) Date 04/10/2018							
THIS SPACE FOR FEDERAL OR STATE OFFICE USE							
Approved By			Title			Date	
Conditions of approval, if any, are attache certify that the applicant holds legal or equ which would entitle the applicant to condu	Office						

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.





Additional data for EC transaction #411088 that would not fit on the form

32. Additional remarks, continued

- A. Facility Operators Name: a) Devon Energy Corp b) Devon Energy Corp c) Devon Energy Corp
- B. Facility or well name/number: a) Rio Blanco 4 Fed 3 SWD b) Rio Blanco 33 Fed 2 SWD c) Caballo 9 State 1
- C. Type of Facility or well (WDW) (WIW): a) WDW b) WDW c) WDW
- D.1) Location by 1/4 1/4 NW/4 SE/4 Section 4 Township 23S Range 34E
- D.2) Location by 1/4 1/4 SW/4 NW/4 Section 33 Township 22S Range 34E
- D.2) Location by 1/4 1/4 SW/4 NW/4 Section 9 Township 23S Range 34E



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joann Prukop
Cab inetiecretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

ADMINISTRATIVE ORDER SWD-1077

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, LP FOR PRODUCED WATER DISPOSAL, LEA COUNTY, NEW MEXICO

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), DEVON ENERGY PRODUCTION COMPANY, LP made application to the New Mexico Oil Conservation Division for permission to utilize for produced water disposal its Caballo 9 State Well No. 1 (API No. 30-025-34577) located on the surface 1650 feet from the North line and 660 feet from the West line of Section 9, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

- (1) The application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;
- (2) Satisfactory information has been provided that all offset operators and surface owners have been duly notified;
- (3) The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met; and
- (4) No objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED THAT:

The applicant is hereby authorized to utilize its Caballo 9 State Well No. 1 (API No. 30-025-34577) located on the surface 1650 feet from the North line and 660 feet from the West line of Section 9, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico, in such manner as to permit the injection of produced water for disposal purposes into the Bell Canyon and Cherry Canyon members of the Delaware formation through perforations from 5040 feet to 7028 feet and through plastic-lined tubing set with a packer located within 100 feet of the top of

he injection interval.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

As preparation for injection, the operator shall plug back the well to within 200 feet of the bottom of the permitted injection interval with a cast iron bridge plug and cement.

The casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge or an approved leak detection device in order to determine leakage in the casing, tubing, or packer.

After installing injection tubing, the casing shall be pressure tested from the surface to the packer setting depth to assure casing integrity.

The wellhead injection pressure on the well shall be limited to **no more than 1008 psi.** In addition, the injection well or system shall be equipped with a pressure limiting device in workable condition which shall, at all times, limit surface injection pressure to the maximum allowable pressure for this well.

The Director of the Division may authorize an increase in injection pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the injected fluid from the injection formation. Such proper showing shall consist of a valid step-rate test run in accordance with and acceptable to this office.

The operator shall notify the supervisor of the Hobbs district office of the Division of the date and time of the installation of disposal equipment and of any mechanical integrity test so that the same may be inspected and witnessed.

The operator shall immediately notify the supervisor of the Hobbs district office of the Division of the failure of the tubing, casing, or packer in said well and shall take such steps as may be timely and necessary to correct such failure or leakage.

PROVIDED FURTHER THAT, jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh water or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, terminate the injection authority granted herein.

The operator shall provide written notice of the date of commencement of injection to the Hobbs district office of the Division.

The operator shall submit monthly reports of the disposal operations on Division Form C-115, in accordance with Rule Nos. 706 and 1120 of the Division Rules and Regulations.

The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator, may grant an extension thereof for good cause shown.

Approved at Santa Fe, New Mexico, on April 26, 2007.

MARK E. FESMIRE, P.E.

Director

MEF/wvji

cc: Oil Conservation Division - Hobbs

State Land Office - Oil, Gas, and Minerals Division

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

Tony Delfin Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



Administrative Order SWD-1618 February 25, 2016

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Pursuant to the provisions of Division Rule 19.15.26.8B. NMAC, Devon Energy Production Company, LP (the "operator") seeks an administrative order for its Rio Blanco 33 Federal SWD Well No. 2 with a location 1980 feet from the North Line and 1980 feet from the West line, Unit F of Section 33, Township 22 South, Range 34 East, NMPM, Lea County, New Mexico, for disposal of produced water.

THE DIVISION DIRECTOR FINDS THAT:

The application has been duly filed under the provisions of Division Rule 19.15.26.8B. NMAC and satisfactory information has been provided that affected parties have been notified and no objections have been received within the prescribed waiting period. The applicant has presented satisfactory evidence that all requirements prescribed in Division Rule 19.15.26.8 NMAC have been met and the operator is in compliance with Division Rule 19.15.5.9 NMAC.

IT IS THEREFORE ORDERED THAT:

Devon Energy Production Company, LP (OGRID 6137), is hereby authorized to utilize its Rio Blanco 33 Federal SWD Well No. 2 (API 30-025-36360) with a location 1980 feet from the North Line and 1980 feet from the West line, Unit F of Section 33, Township 22 South, Range 34 East, NMPM, Lea County, for disposal of oil field produced water (UIC Class II only) into the Devonian formation through open-hole interval from 14570 feet to 14660 feet. Disposal shall occur through internally-coated tubing and a packer set within 100 feet of the permitted disposal interval.

This permit does not permit disposal into the Ellenburger formation (lower Ordovician) or lost circulation intervals directly on top and obviously connected to this formation.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the disposed water enters only the approved disposal interval and is not permitted to escape to other formations or onto the surface. The well construction shall be as proposed and described in the application.

After installing tubing, the casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge or an approved leak detection device in order to determine leakage

in the casing, tubing, or packer. The casing shall be pressure tested from the surface to the packer setting depth to assure casing integrity.

The well shall pass an initial mechanical integrity test ("MIT") prior to initially commencing disposal and prior to resuming disposal each time the disposal packer is unseated. All MIT procedures and schedules shall follow the requirements in Division Rule 19.15.26.11A. NMAC. The Division Director retains the right to require at any time wireline verification of completion and packer setting depths in this well.

The wellhead injection pressure on the well shall be limited to <u>no more than 2914 psi</u>. In addition, the disposal well or system shall be equipped with a pressure limiting device in workable condition which shall, at all times, limit surface tubing pressure to the maximum allowable pressure for this well.

The Director of the Division may authorize an increase in tubing pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the disposed fluid from the target formation. Such proper showing shall be demonstrated by sufficient evidence including but not limited to an acceptable Step-Rate Test.

The operator shall notify the supervisor of the Division's District office of the date and time of the installation of disposal equipment and of any MIT so that the same may be inspected and witnessed. The operator shall provide written notice of the date of commencement of disposal to the Division's District office. The operator shall submit monthly reports of the disposal operations on Division Form C-115, in accordance with Division Rules 19.15.26.13 and 19.15.7.24 NMAC.

Without limitation on the duties of the operator as provided in Division Rules 19.15.29 and 19.15.30 NMAC, or otherwise, the operator shall immediately notify the Division's District office of any failure of the tubing, casing or packer in the well, or of any leakage or release of water, oil or gas from around any produced or plugged and abandoned well in the area, and shall take such measures as may be timely and necessary to correct such failure or leakage.

The injection authority granted under this order is not transferable except upon division approval. The Division may require the operator to demonstrate mechanical integrity of any injection or disposal well that will be transferred prior to approving transfer of authority to inject.

The Division may revoke this disposal permit after notice and hearing if the operator is in violation of 19.15.5.9 NMAC.

The disposal authority granted herein shall terminate two (2) years after the effective date of this order if the operator has not commenced disposal operations into the subject well. One year after the last date of reported disposal into this well, the Division shall consider the well abandoned, and the authority to dispose will terminate *ipso facto*. The Division, upon written request mailed by the operator prior to the termination date, may grant an extension thereof for good cause.

Compliance with this order does not relieve the operator of the obligation to comply with other applicable federal, state or local laws or rules, or to exercise due care for the protection of fresh water, public health and safety and the environment.

Jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh or protectable waters or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, terminate the disposal authority granted herein.

DAVID R. CATANACH

Director

DRC/wvjj

cc: Oil Conservation Division - Hobbs District Office

Bureau of Land Management - Carlsbad Field Office

Well File: 30-025-36360

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. Lease Serial No. NM 19143

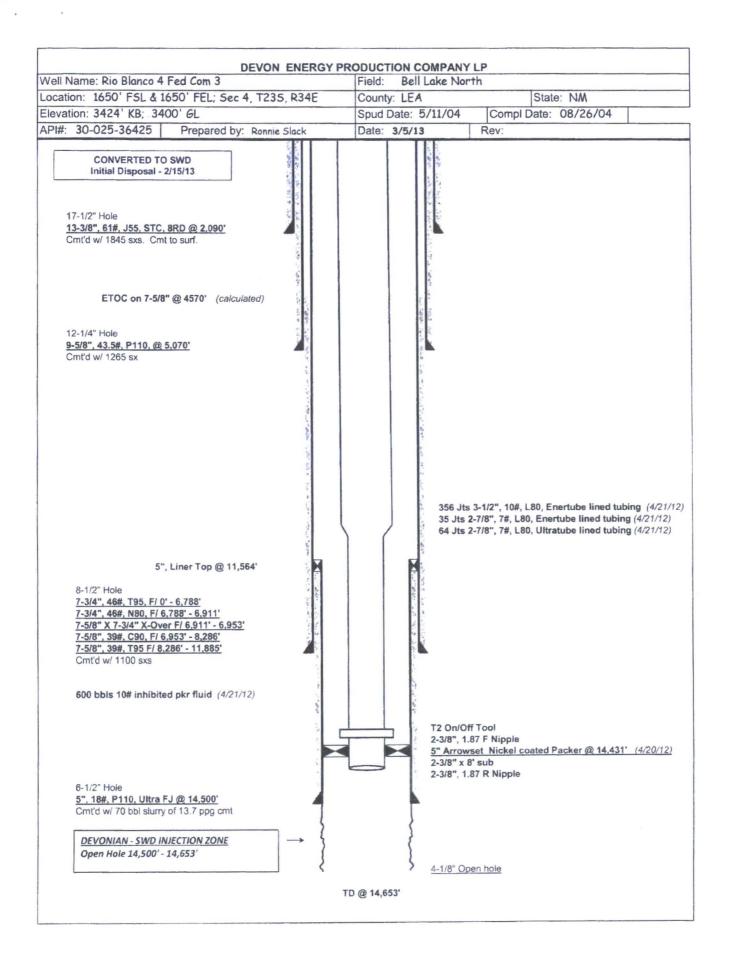
FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

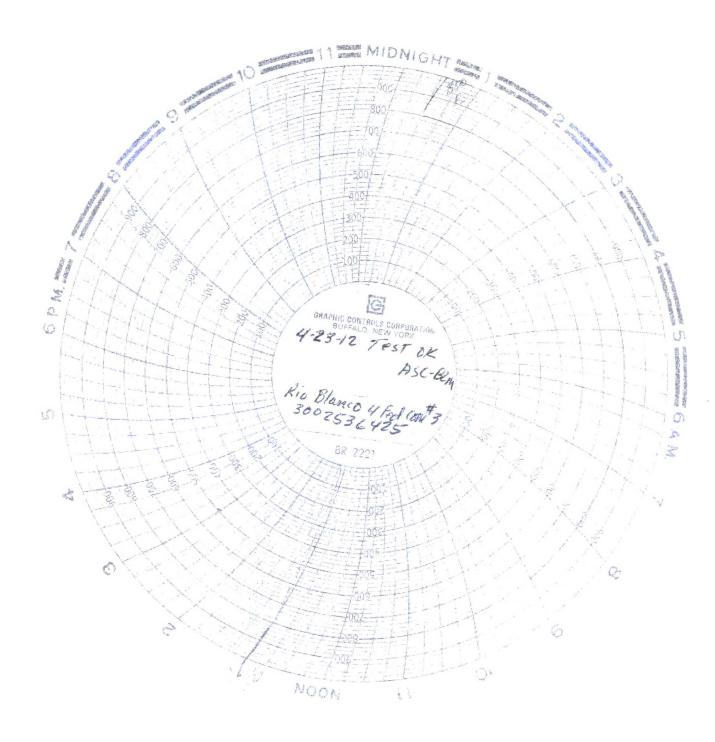
SUNDRY NOTICES AND REPORTS ON WELLS

6. If Indian, Allottee or Tribe Name

	form for proposals t Use Form 3160-3 (A							
SUBMI	7. If Unit of CA/Agreement, Name and/or No.							
1. Type of Well					NM 112730	NM 112730		
☐ Oil Well ☐ Gas Well ☐ Other SWD Conversion Order R-13410				8. Well Name and No. Rio Blanco 4 Fed Co	om #3			
Name of Operator Devon Energy Production Co., LP				9. API Well No. 30-025-36425	9. API Well No. 30-025-36425			
3a. Address 3b Phone No.			(include area code) 10. Field and Pool or Exploratory Area				y Area	
333 W Sheridan Avenue, Oklahoma City, OK 73102 405-552-461					Bell Lake; Devonian, Northeast (SWD)			
4. Location of Well (Footage, Sec., T., 1650' FSL & 1650' FEL; Sec 4-T23S-R34E	2)			11. Country or Parish, State Lea County, NM				
12. CHEC	CK THE APPROPRIATE BO	OX(ES) TO INDI	CATE NATURE	OF NOTI	CE, REPORT OR OTHI	ER DATA		
TYPE OF SUBMISSION			TYP	E OF AC	TION	ION		
Notice of Intent	Acidize	Deepe	n	Pro	duction (Start/Resume)	□ w	ater Shut-Off	
	Alter Casing	Fractu	re Treat	Rec	lamation	□ w	ell Integrity	
✓ Subsequent Report	Casing Repair	New (Construction	Rec	omplete	□ 0:	ther	
Subsequent Report	Change Plans	Plug a	and Abandon		nporarily Abandon			
Final Abandonment Notice	Convert to Injection	Plug P	Back	☐ Wa	ter Disposal	er Disposal		
Summary of well work to convert to 1. 3/28/12-MIRU. POOH w/existing 2. TIH w/2-7/8" workstring to test ca 3. Circulate packer fluid and test ca 4. RIH w/ 3-1/2" X 2-7/8" Enertube/ 5. 4/17/12-Run MIT for BLM. Test to 6. POOH w/injection tubing. RIH w/ 7. 4/23/12-Run MIT for BLM. Test to 8. 10/25/12: Acidized Devonian for 9. 10/26/12: Injection test @ 4.5 bp 10. 1/18/13: Perform Step Rate Tes 1,490 psi; Step 6-6 bpm @ 2,180 p 11. 2/15/13- Hooked up pump truck flowline and facility installation is co	g production string and pacasing. Unable to work beloasing to 1,000 psi from RBI /Ultratube lined injection tu to 800 psi. Would lose 80-/3-1/2" X 2-7/8" Enertube/Uto 800 psi for 30 minutes. Comation with 895 gal 2% KCOmation with 895 gal 2% KCOmation by 100 psi. st: Step 1-1 bpm @ 16 psi; ssi; Step 7-7 bpm @ 2,870 k and injected total of 260 l	ow 11,882'. RIHP @ 14,454'. Go sbing. Set packe 90 psi in 30 min Ultratube lined ir Good test. Andy CI, 3,000 gal 159 ; Step 2-2 bpm o psi. SI.	H w/4-1/8" bit & s pood test. POOH er @ 14,415'. Cir jutes. Failed test njection tubing. S Garcia w/BLM v HCl acid, 3,61	w/work s rculate in . Andy (Set packs vitnessed 6 gal 2% 3-3 bpm	string and RBP. chibited 10# brine. Garcia w/BLM witnesser @ 14,431'. Circulate d. kCI. @ 490 psi; Step 4-4 b	w/inhibit	60 psi; Step 5-5 bpm @	
14. I hereby certify that the foregoing is Name (Printed/Typed)	true and correct.							
Ronnie Slack	Title Operations Technicia							
Signature Romme Slack Date 3-5-1					3			
	THIS SPACE	FOR FEDE	RAL OR STA	ATE OF	FICE USE		4	
Approved by								
			Title			Date		
Conditions of approval, if any, are attached that the applicant holds legal or equitable entitle the applicant to conduct operations	title to those rights in the subje		ertify					
Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or repr				d willfully	to make to any departmen	nt or agenc	y of the United States any false,	

(Instructions on page 2)





Form 3160-5 (August 2007)

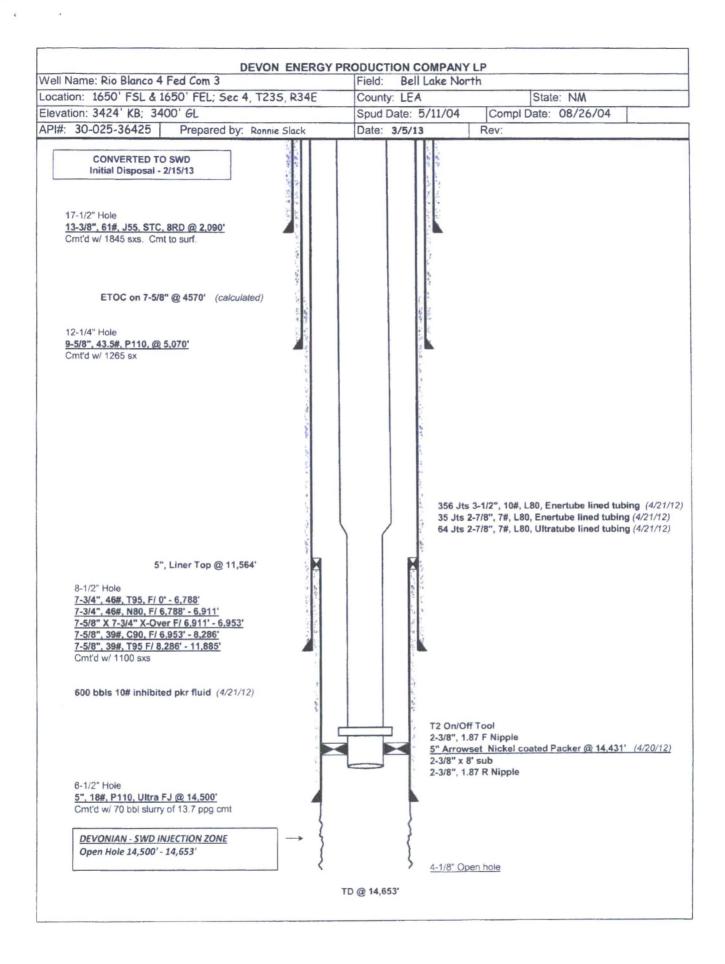
UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

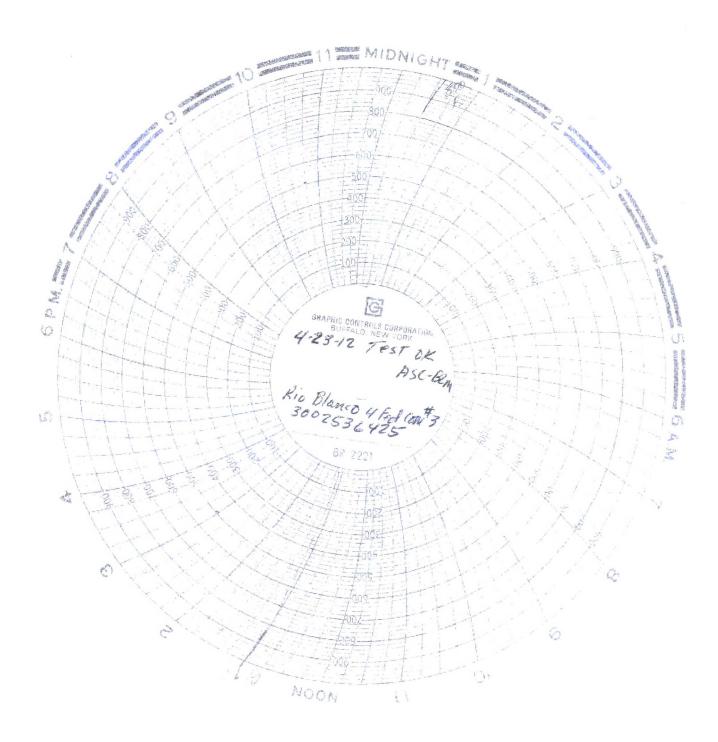
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1. Type of Well								
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4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 1650' FSL & 1650' FEL; Sec 4-T23S-R34E					11. Country or Parish, State Lea County, NM			
12. CHEC	K THE APPROPRIATE BO	X(ES) TO INDICAT	E NATURE O	F NOTIC	CE, REPORT OR OTH	ER DA	ATA	
TYPE OF SUBMISSION			TYPE	OF ACT	TON			
Notice of Intent Subsequent Report	Alter Casing Fracture			t Reclamation Well Integrity			Water Shut-Off Well Integrity Other	
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Al	bandon [_	porarily Abandon or Disposal			
Attach the Bond under which the w following completion of the involv testing has been completed. Final determined that the site is ready for Summary of well work to convert to 1. 3/28/12-MIRU. POOH w/existing 2. TIH w/2-7/8" workstring to test car 3. Circulate packer fluid and test car 4. RIH w/ 3-1/2" X 2-7/8" Enertube/L 5. 4/17/12-Run MIT for BLM. Test to 6. POOH w/injection tubing. RIH w/3 7. 4/23/12-Run MIT for BLM. Test to 8. 10/25/12: Acidized Devonian form 9. 10/26/12: Injection test @ 4.5 bpr 10. 1/18/13: Perform Step Rate Test 1,490 psi; Step 6-6 bpm @ 2,180 ps 11. 2/15/13- Hooked up pump truck flowline and facility installation is con	ed operations. If the operation Abandonment Notices must be final inspection.) SWD: production string and pacesing. Unable to work belowing to 1,000 psi from RBF Ultratube lined injection tut 800 psi. Would lose 80-53-1/2" X 2-7/8" Enertube/U 800 psi for 30 minutes. Garation with 895 gal 2% KC m @ 1100 psi. t: Step 1-1 bpm @ 16 psi; si; Step 7-7 bpm @ 2,870 and injected total of 260 best final inspection.	on results in a multiple filed only after all states from 14,338°. What 11,882°. RIH w/4° @ 14,454°. Good to bing. Set packer @ 90 psi in 30 minutes oltratube lined injection test. Andy Gar II, 3,000 gal 15% HC Step 2-2 bpm @ 16 psi. SI.	e completion or requirements, in -1/8" bit & scr est. POOH w. 14,415'. Circi. Failed test. ion tubing. Se cia w/BLM wit Cl acid, 3,616	raper. Ci /work strulate intr Andy G et packer tnessed gal 2%	lean out to 14,460'. ring and RBP. libited 10# brine. arcia w/BLM witness (@ 14,431'. Circulate KCI.	ed.	rm 3160-4 must be filed once oleted and the operator has hibited 10# brine.	
14. I hereby certify that the foregoing is to Name (Printed/Typed) Ronnie Slack								
Signature Romme Slack Date 3-5-13								
	THIS SPACE	FOR FEDERAL	OR STAT	TE OF	FICE USE			
Approved by Conditions of approval, if any, are attached that the applicant holds legal or equitable tentitle the applicant to conduct operations	itle to those rights in the subje		Title Office			Date		
Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or repre			knowingly and	willfully	to make to any departme	nt or ag	gency of the United States any false,	

(Instructions on page 2)





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

BURE A DAT

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.

4/4/2017