Submit 1 Copy To Appropriate District State of New Mexico Form C-103 Energy, Minerals and Natural Resources Revised August 1, 2011 District 1 – (575) 393-6161 WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283 30-015-41241 OIL CONSERVATION DIVISION 811 S. First St., Artesia, NM 88210 5. Indicate Type of Lease District III - (505) 334-6178 1220 South St. Francis Dr. STATE | FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Pooky 4 State DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well Gas Well Other 1H 2. Name of Operator 9. OGRID Number Devon Energy Production Company, L.P. 6137 3. Address of Operator 10. Pool name or Wildcat 333 West Sheridan Oklahoma City, OK 73102-5015 405-228-7203 Willow Lake; Bone Spring 4. Well Location Unit Letter A : 207 feet from the North line and 660 feet from the East Township 25S Range **NMPM** Section **Eddy County** 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON □ REMEDIAL WORK ALTERING CASING □ **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. P AND A PULL OR ALTER CASING \square . MULTIPLE COMPL \Box CASING/CEMENT JOB DOWNHOLE COMMINGLE П OTHER: Cmt Chg \times OTHER: 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. Devon Energy Production Co. L.P. respectfully requests a change in the cement slurry design for the production long string on the Pooky 4 State 1H, due to losing circulation during displacement on the Nermal 4 State 1H production long string cement job and not getting the TOC tied back 500' into the 9 5/8" intermediate casing. The change in slurry is reflected on the attached Drilling Plan. Attachments: Drilling Plan RECEIVED JUL **03** 2013 NMOCD ARTESIA I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE: TITLE: Regulatory Associate DATE: ___7/1/2013_ Type or print name Trina C. Couch E-mail address: <u>trina.couch@dvn.com</u> PHONE: 405-228-7203

For State Use Only APPROVED BY: Conditions of Approval (if any):

Pooky 4 State Com 1H – APD DRILLING PLAN JSL 04-02-2013

Casing Program

Hole Size	<u>Hole</u> <u>Interval</u>	OD Csg	<u>Casing</u> <u>Interval</u>	<u>Weight</u>	<u>Collar</u>	Grade
17-1/2"	0 - 170	13-3/8"	0 – 170	48#	STC	H-40
12-1/4"	170 - 2,500	9-5/8"	0 - 2,500	40#	LTC	J-55
8-3/4"	2,500 - 7,000	5-1/2"	0 - 7,000	17#	LTC	HCP-110
8-3/4"	7,000 - 12,737	5-1/2"	7,000 - 12,737	17#	BTC	HCP-110

Note: only new casing will be utilized

MAXIMUM LATERAL TVD 8,150'

Design Factors:

Casing Size	Collapse Design Factor	Burst Design Factor	Tension Design Factor
13-3/8", 48#, H-40, ST&C	8.72	19.59	39.46
9-5/8", 40#, J-55 BTC	1.98	3.04	5.20
5-1/2" 17# HCP-110 LTC	2.62	3.25	3.74
5-1/2" 17# HCP-110 BTC	2.28	3.25	2.62

Mud Program:

Depth	Mud Wt.	Visc.	Fluid Loss	Type System
0 - 170	8.4 - 9.0	30 – 34	N/C	FW
170. – 2,500	9.8 - 10.0	28 - 32	N/C	Brine
2,500 – 12,737	8.6 – 9.0	28 - 32	N/C-12	FW

Pressure Control Equipment:

The BOP system used to drill the intermediate hole will consist of a 13-5/8" Double Ram and Annular preventer. The BOP system will be tested as per BLM Onshore Oil and Gas Order No. 2, a 3M system will be installed and tested prior to drilling out the surface casing shoe.

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The pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These tests will be logged in the daily driller's log. A 2" kill line and 3" choke line will be incorporated into the drilling spool below the ram BOP. In addition to the rams and annular preventer, additional BOP accessories include a kelly cock, floor safety valve, choke lines, and choke manifold rated at 5,000 psi WP.

Devon requests a variance to use a flexible line with flanged ends between the BOP and the choke manifold (choke lineThe line will be kept as straight as possible with minimal turns.

Cementing Program (cement volumes based on 100% excess Surface, 50% excess Intermediate and at least 25% excess Production.)

13-3/8" Surface

170 ft

TOC @ surface

Tail: 180 sacks Class C Cement + 2% bwoc Calcium Chloride + 0.125 lbs/sack Poly-E-Flake +

63.1% Fresh Water, 14.8 ppg

Yield: 1.35 cf/sk

9-5/8" Intermediate 2500ft/1500ft Lead:380 sacks (65:35) Class C Cement:Poz (Fly Ash): + 5% bwow Sodium Chloride + 0.125

lbs/sack Poly-E-Flake + 6% bwoc Bentonite + 70.9% Fresh Water, 12.9 ppg

Yield: 1.85 cf/sk

TOC @ surface

1000 ft Tail: 360 sacks Class C Cement + 0.125 lbs/sack Poly-E-Flake + 63.5% Water, 14.8 ppg

Yield: 1.33 cf/sk

5-1/2" Production

Lead: 600 sacks Tuned Light system Class C based Cement + 3 lbs/sack Kol-Seal + 0.125 lbs/sack

Poly-E-Flake + 0.2 lbs/sack HR-800, 10.2 ppg

Yield: 2.94 cf/sk

Tail: 1330 sacks (50:50) Class H Cement:Poz (Fly Ash) + 1 lb/sk Sodium Chloride + 0.5% bwoc

HALAD-344 + 0.4% bwoc CFR-3 + 0.1% bwoc HR-601 + 2% bwoc Bentonite + 58.8% Fresh

Water, 14.5 ppg Yield: 1.22 cf/sk

TOC for All Strings:

Surface:

0

Intermediate:

0

Production: 2000 ft

ACTUAL CEMENT VOLUMES WILL BE ADJUSTED BASED ON FLUID CALIPER AND CALIPER LOG DATA.