

OCD Hobbs

16-1314

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires October 31, 2014

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NMNM89055
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator DEVON ENERGY PRODUCTION COMPANY LP (6137)		7. If Unit or CA Agreement, Name and No.
3a. Address 333 West Sheridan Avenue Oklahoma City OK		8. Lease Name and Well No. (300635) COTTON DRAW UNIT 294H
3b. Phone No. (include area code) (405)552-6571		9. API Well No. 30-015-44105
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface SWSE / 230 FSL / 1905 FEL / LAT 32.1817205 / LONG -103.7291247 At proposed prod. zone NWNE / 290 FNL / 2625 FEL / LAT 32.1948068 / LONG -103.7314563		11. Sec., T. R. M. or Blk. and Survey or Area (26641) SEC 25 / T24S / R31E / NMP
14. Distance in miles and direction from nearest town or post office* 19 miles		12. County or Parish EDDY
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 230 feet		13. State NM
16. No. of acres in lease 160		17. Spacing Unit dedicated to this well 160
18. Distance from proposed location* to nearest well, drilling, completed, 748 feet applied for, on this lease, ft.		20. BLM/BIA Bond No. on file FED: CO1104
19. Proposed Depth 10500 feet / 15062 feet		23. Estimated duration 45 days
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3512 feet		22. Approximate date work will start* 04/19/2017

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

- | | |
|--|---|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the BLM. |

25. Signature (Electronic Submission)	Name (Printed/Typed) Linda Good / Ph: (405)552-6558	Date 07/13/2016
Title Regulatory Compliance Professional		
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) Cody Layton / Ph: (575)234-5959	Date 03/06/2017
Title Supervisor Multiple Resources		

Application approval 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.

Conditions of approval, if any, are attached.

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.

(Continued on page 2)

*(Instructions on page 2)

APPROVED WITH CONDITIONS

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-0720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-44105	² Pool Code 96641	³ Pool Name Paduca Bone Springs (O)
⁴ Property Code 300635	⁵ Property Name COTTON DRAW UNIT	⁶ Well Number 294H
⁷ OGRID No. 6137	⁸ Operator Name DEVON ENERGY PRODUCTION COMPANY, L.P.	⁹ Elevation 3512.1

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
O	25	24 S	31 E		230	SOUTH	1905	EAST	EDDY

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	25	24 S	31 E		290	NORTH	2625	EAST	EDDY

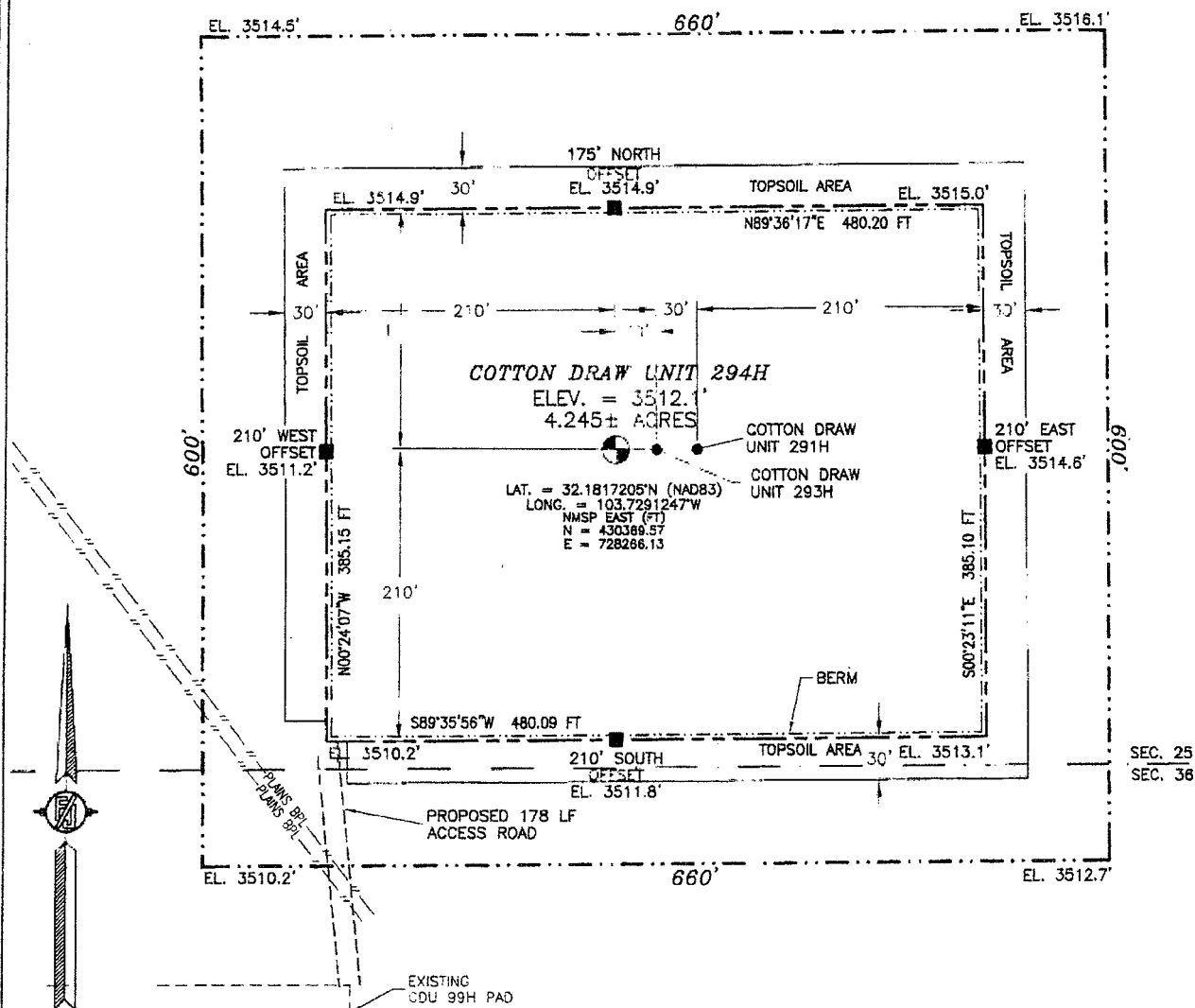
¹² Dedicated Acres	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
160.00			

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<p>N89°39'11"E 2639.95 FT</p> <p>NW CORNER SEC. 25 LAT. = 32.1956002°N LONG. = 103.7400460°W NMSP EAST (FT) N = 435400.01 E = 724859.42</p> <p>N Q CORNER SEC. 25 LAT. = 32.1956038°N LONG. = 103.7315137°W NMSP EAST (FT) N = 435415.99 E = 727498.75</p> <p>NOTE: LATITUDE AND LONGITUDE COORDINATES ARE SHOWN USING THE NORTH AMERICAN DATUM OF 1983 (NAD83) (NAVD88). LISTED NEW MEXICO STATE PLANE EAST COORDINATES ARE GRID (NAD83). BASIS OF BEARING AND DISTANCES USED ARE NEW MEXICO STATE PLANE EAST COORDINATES MODIFIED TO THE SURFACE</p> <p>W Q CORNER SEC. 25 LAT. = 32.1883435°N LONG. = 103.7400437°W NMSP EAST (FT) N = 432760.11 E = 724874.69</p> <p>SW CORNER SEC. 25 LAT. = 32.1810840°N LONG. = 103.7400384°W NMSP EAST (FT) N = 430119.23 E = 724890.89</p> <p>S Q CORNER SEC. 25 LAT. = 32.1810875°N LONG. = 103.7315034°W NMSP EAST (FT) N = 430135.17 E = 724531.50</p> <p>COTTON DRAW UNIT 294H ELEV. = 3512.1 LAT. = 32.1817205°N (NAD83) LONG. = 103.7291247°W NMSP EAST (FT) N = 430369.52 E = 728266.13</p> <p>PP: 150' FSL, 1980' FEL</p> <p>230'</p> <p>1905'</p> <p>SURFACE LOCATION</p> <p>2642.65 FT</p> <p>N89°41'48"E</p> <p>NE CORNER SEC. 25 LAT. = 32.1956013°N LONG. = 103.7229727°W NMSP EAST (FT) N = 435429.98 E = 730140.78</p> <p>E Q CORNER SEC. 25 LAT. = 32.1883462°N LONG. = 103.7229693°W NMSP EAST (FT) N = 432790.66 E = 730156.82</p> <p>SE CORNER SEC. 25 LAT. = 32.1810900°N LONG. = 103.7229683°W NMSP EAST (FT) N = 430150.94 E = 730172.13</p> <p>2640.52 FT</p> <p>2640.33 FT</p> <p>2641.51 FT</p> <p>2641.23 FT</p> <p>2641.25 FT</p> <p>2640.52 FT</p> <p>2640.33 FT</p> <p>2641.51 FT</p> <p>2641.23 FT</p> <p>2641.25 FT</p>		<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Linda Good</i> 6/10/2016 Signature Date</p> <p>Linda Good Printed Name</p> <p>linda.good@dvn.com E-mail Address</p> <p>¹⁸ SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same are true and correct to the best of my knowledge.</p> <p>MAY 1 2016 Date of Survey</p> <p><i>[Signature]</i> Signature and Seal of Professional Surveyor</p> <p>EDDY COUNTY, NEW MEXICO Licentiate Number EDDY COUNTY, JARAMILLO, PLS 12797</p> <p>SURVEY NO. 4654</p>
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SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
SITE MAP

NOTE: LATITUDE AND LONGITUDE COORDINATES ARE SHOWN USING THE NORTH AMERICAN DATUM OF 1983 (NAD83) AND (NAV88). LISTED NEW MEXICO STATE PLANE EAST COORDINATES ARE GRID (NAD83). BASIS OF BEARING AND DISTANCES USED ARE NEW MEXICO STATE PLANE EAST COORDINATES MODIFIED TO THE SURFACE



012 60 120 240

SCALE 1" = 120'
DIRECTIONS TO LOCATION

FROM STATE HIGHWAY 128 AND CR 1 (ORLA ROAD) GO SOUTH ON CR 1 6.1 MILES, TURN RIGHT ON CALICHE ROAD (MONSANTO ROAD) AND GO WEST 2.1 MILES, TURN RIGHT AND GO NORTH 0.75 OF A MILE, TURN LEFT AND GO WEST 2.0 MILES, TURN RIGHT AND GO NORTH 1.8 MILES, TURN LEFT AND GO WEST 0.3 OF A MILE, TURN RIGHT AND GO NORTH 0.5 OF A MILE, TURN RIGHT AND GO EAST 0.7 OF A MILE, TURN LEFT AND GO NORTH 0.83 OF A MILE, TURN RIGHT AND GO NORTHEAST 0.15 OF A MILE TO EXISTING CDU 99H PAD. FROM NORTHEAST PAD CORNER FOLLOW ROAD SURVEY FLAGS NORTH 178' TO THE SOUTHWEST PAD CORNER FOR THIS LOCATION.

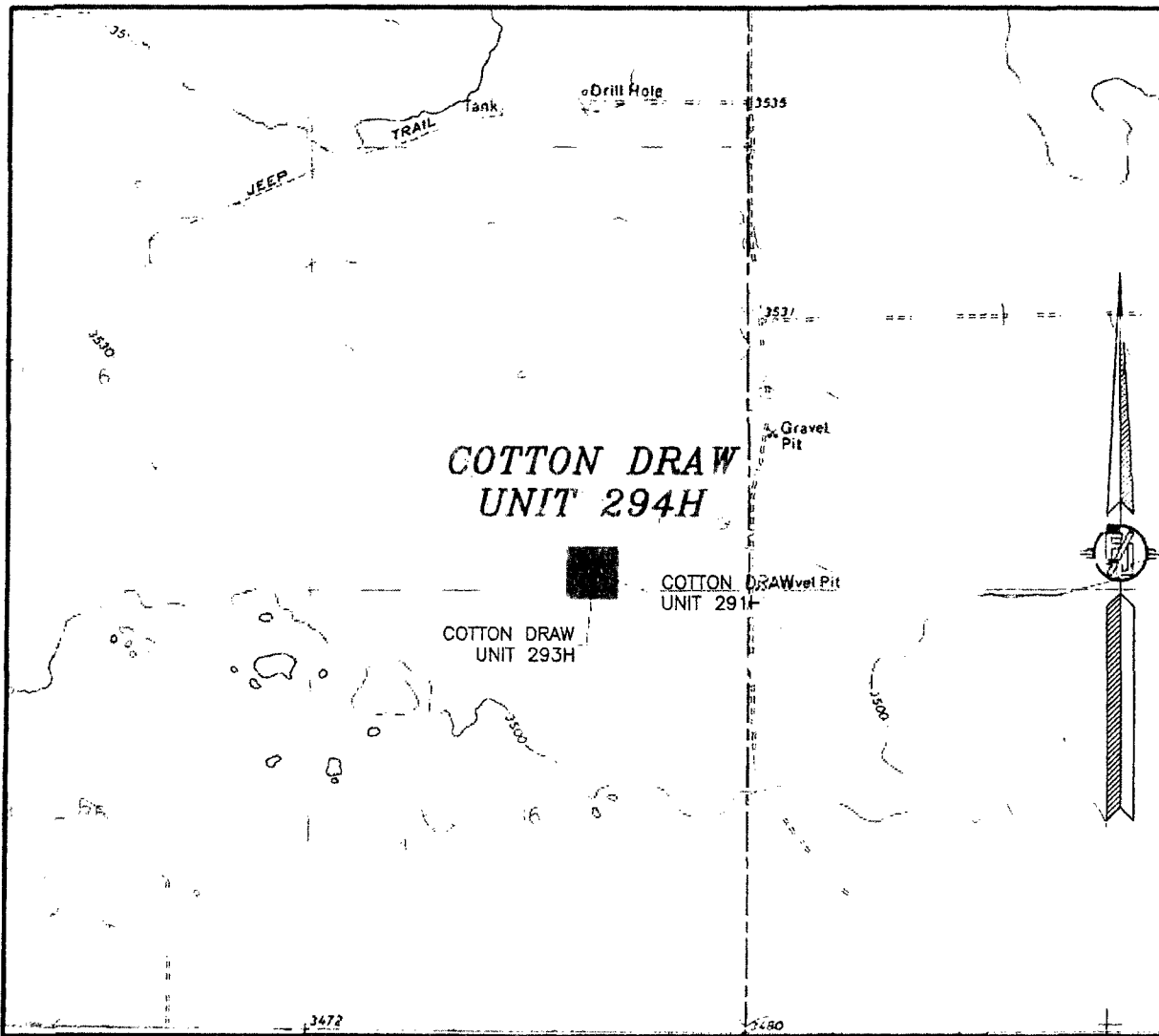
DEVON ENERGY PRODUCTION COMPANY, L.P.
COTTON DRAW UNIT 294H
LOCATED 230 FT. FROM THE SOUTH LINE
AND 1905 FT. FROM THE EAST LINE OF
SECTION 25, TOWNSHIP 24 SOUTH,
RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

MAY 4, 2016

SURVEY NO. 4654

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO
(575) 234-3341

SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
LOCATION VERIFICATION MAP



USGS QUAD MAP:
PADUCA BREAKS NW

NOT TO SCALE

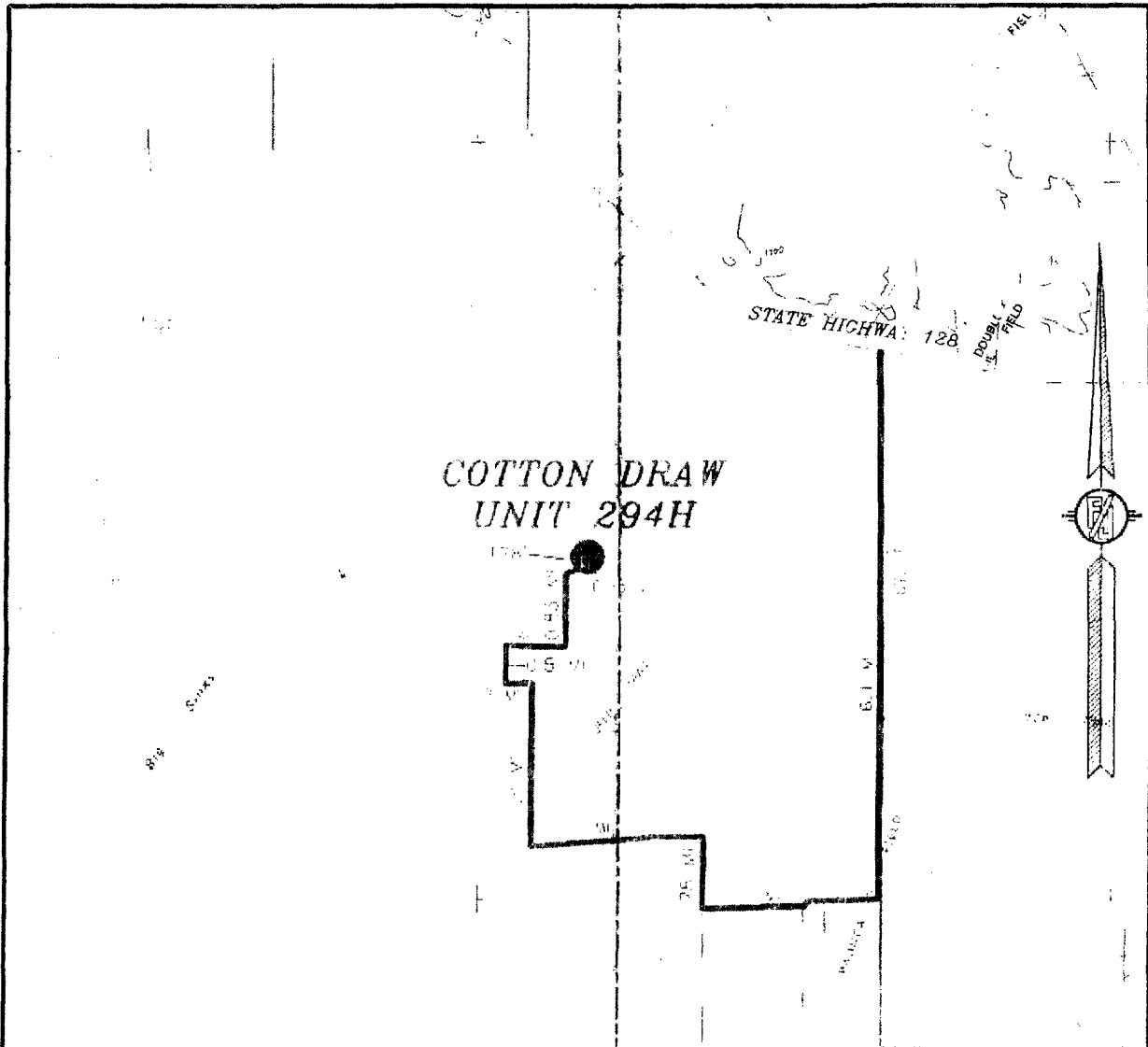
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MAY 4, 2016

SURVEY NO. 4654

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 CARLSBAD, NEW MEXICO

SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
VICINITY MAP



DISTANCES IN MILES

NOT TO SCALE

DEVON ENERGY PRODUCTION COMPANY, L.P.
COTTON DRAW UNIT 294H

LOCATED 230 FT. FROM THE SOUTH LINE
AND 1905 FT. FROM THE EAST LINE OF
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RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

DIRECTIONS TO LOCATION

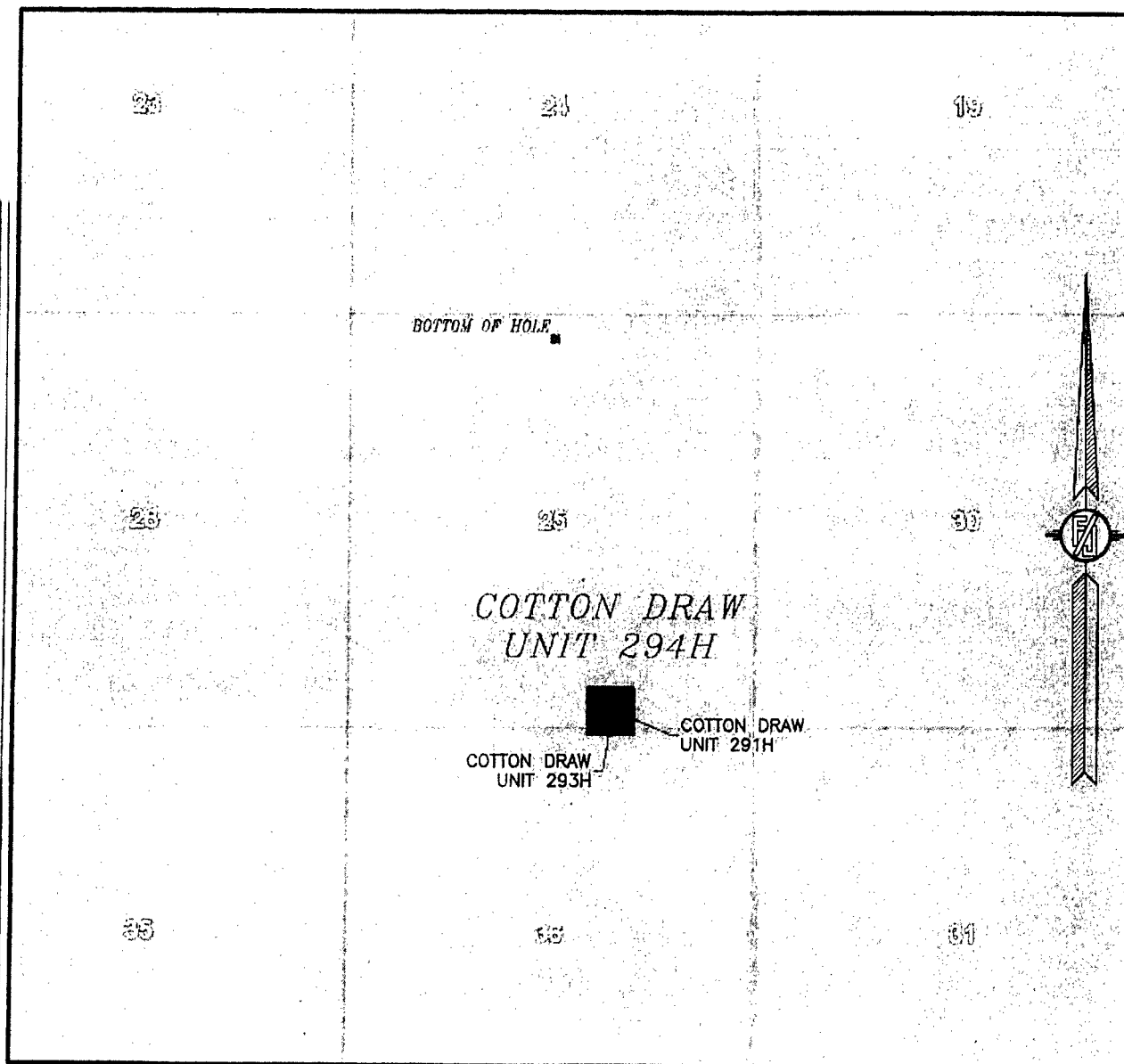
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AND GO NORTHEAST 0.15 OF A MILE TO EXISTING CDU 99H PAD.
FROM NORTHEAST PAD CORNER FOLLOW ROAD SURVEY FLAGS NORTH
178' TO THE SOUTHWEST PAD CORNER FOR THIS LOCATION.

MAY 4, 2016

SURVEY NO. 4654

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 CARLSBAD, NEW MEXICO

SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
AERIAL PHOTO



NOT TO SCALE
AERIAL PHOTO:
GOOGLE EARTH
NOVEMBER 2015

DEVON ENERGY PRODUCTION COMPANY, L.P.

COTTON DRAW UNIT 294H

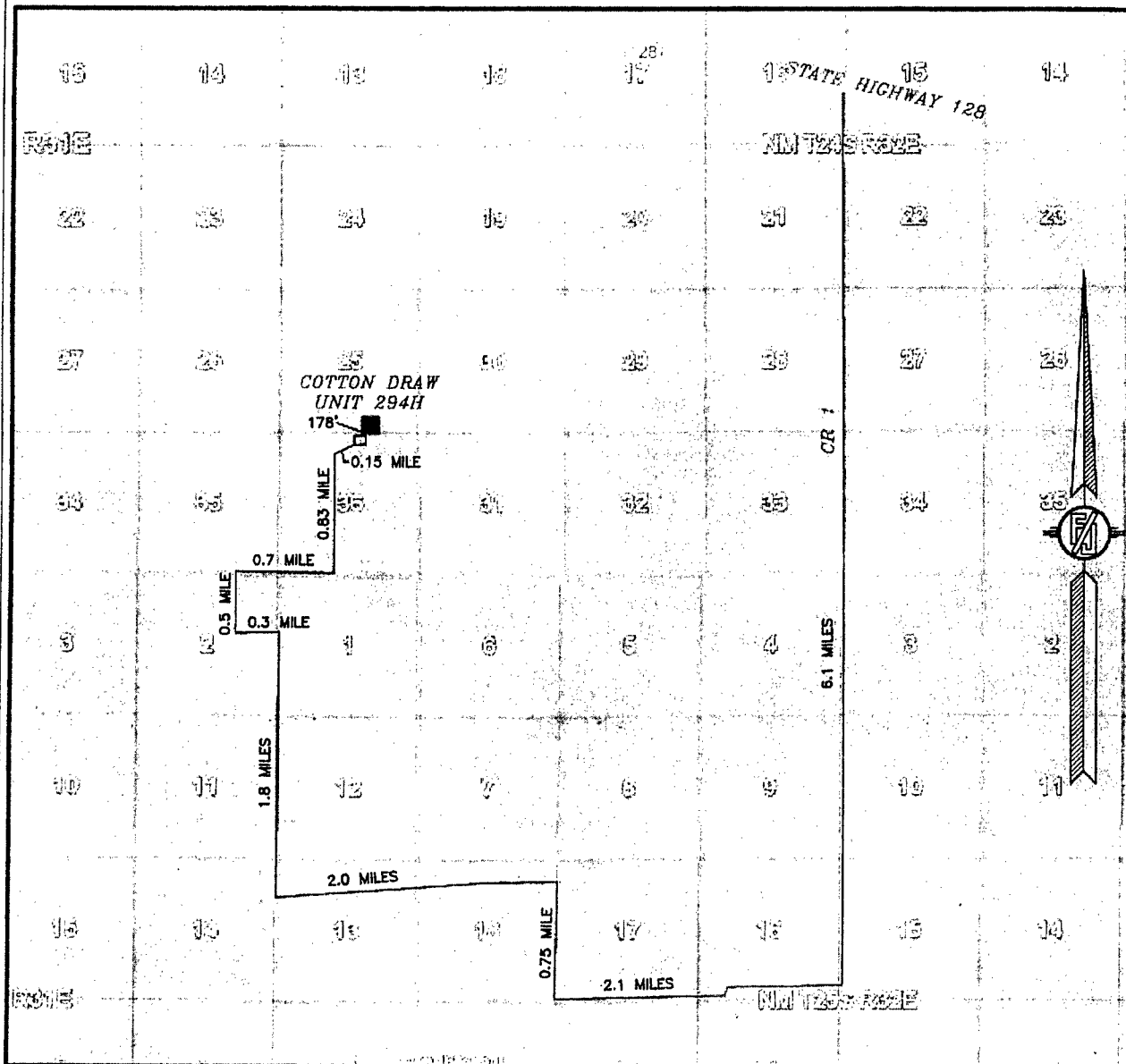
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EDDY COUNTY, STATE OF NEW MEXICO

MAY 4, 2016

SURVEY NO. 4654

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 CARLSBAD, NEW MEXICO

SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
ACCESS AERIAL ROUTE MAP



NOT TO SCALE
AERIAL PHOTO:
GOOGLE EARTH
NOVEMBER 2015

DEVON ENERGY PRODUCTION COMPANY, L.P.
COTTON DRAW UNIT 294H

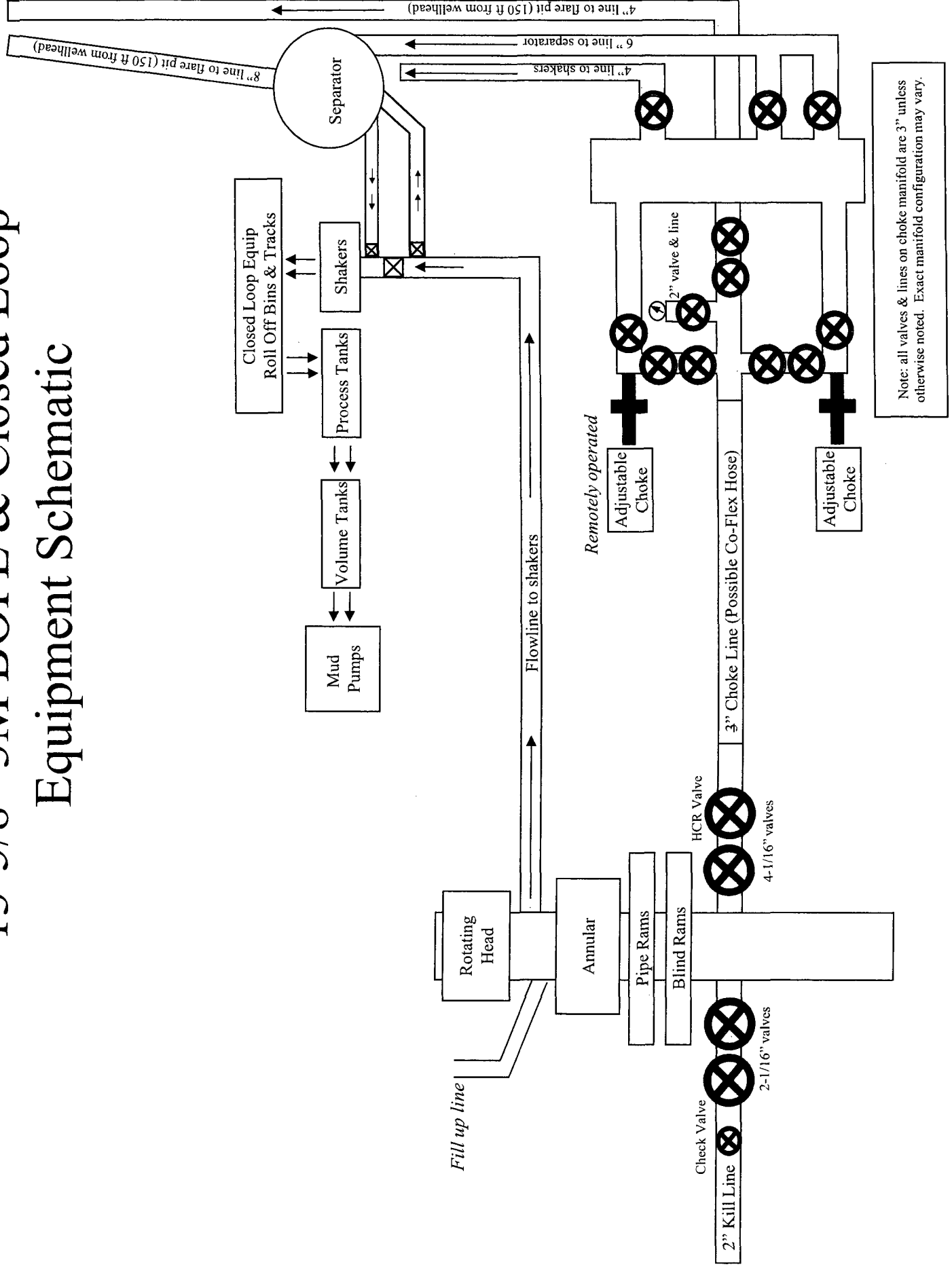
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RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

MAY 4, 2016

SURVEY NO. 4654

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 CARLSBAD, NEW MEXICO

13-5/8" 3M BOPE & Closed Loop Equipment Schematic



Casing Assumptions and Load Cases

Surface

All casing design assumptions were ran in Stress Check to determine safety factor which meet or exceed both Devon Energy and BLM minimum requirements. All casing strings will be filled while running in hole in order to not exceed collapse rating of the pipe.

Surface Casing Burst Design		
Load Case	External Pressure	Internal Pressure
Pressure Test	Water (8.33ppg)	Max mud weight of next hole-section plus Test psi
Drill Ahead	Water (8.33ppg)	Max mud weight of next hole section
Displace to Gas	Water (8.33ppg)	Dry gas from next casing point

Surface Casing Collapse Design		
Load Case	External Pressure	Internal Pressure
Full Evacuation	Water gradient in cement, mud above TOC	None
Cementing	Wet cement weight	Water (8.33ppg)

Surface Casing Tension Design	
Load Case	Assumptions
Overpull	100kips
Runing in hole	3 ft/s
Service Loads	N/A

All casing design assumptions were ran in Stress Check to determine safety factor which meet or exceed both Devon Energy and BLM minimum requirements. All casing strings will be filled while running in hole in order to not exceed collapse rating of the pipe.

Intermediate Casing Burst Design		
Load Case	External Pressure	Internal Pressure
Pressure Test	Water (8.33ppg)	Max mud weight of next hole-section plus Test psi
Drill Ahead	Water (8.33ppg)	Max mud weight of next hole section
Fracture @ Shoe	Water (8.33ppg)	Dry gas

Intermediate Casing Collapse Design		
Load Case	External Pressure	Internal Pressure
Full Evacuation	Water gradient in cement, mud above TOC	None
Cementing	Wet cement weight	Water (8.33ppg)

Intermediate Casing Tension Design	
Load Case	Assumptions
Overpull	100kips
Runing in hole	2 ft/s
Service Loads	N/A

All casing design assumptions were ran in Stress Check to determine safety factor which meet or exceed both Devon Energy and BLM minimum requirements. All casing strings will be filled while running in hole in order to not exceed collapse rating of the pipe.

Production Casing Burst Design		
Load Case	External Pressure	Internal Pressure
Pressure Test	Water (8.33ppg)	Fluid in hole (water or produced water) + test psi
Tubing Leak	Water (8.33ppg)	Packer @ KOP, leak below surface 8.6 ppg packer fluid
Stimulation	Water (8.33ppg)	Max frac pressure with heaviest frac fluid

Production Casing Collapse Design		
Load Case	External Pressure	Internal Pressure
Full Evacuation	Water gradient in cement, mud above TOC.	None
Cementing	Wet cement weight	Water (8.33ppg)

Production Casing Tension Design	
Load Case	Assumptions
Overpull	100kips
Runing in hole	2 ft/s
Service Loads	N/A



HOLDER OGD
MAR 15 2017
RECEIVED

Devon Energy Center
333 West Sheridan Avenue
Oklahoma City, Oklahoma 73102-5015

Hydrogen Sulfide (H₂S) Contingency Plan

For

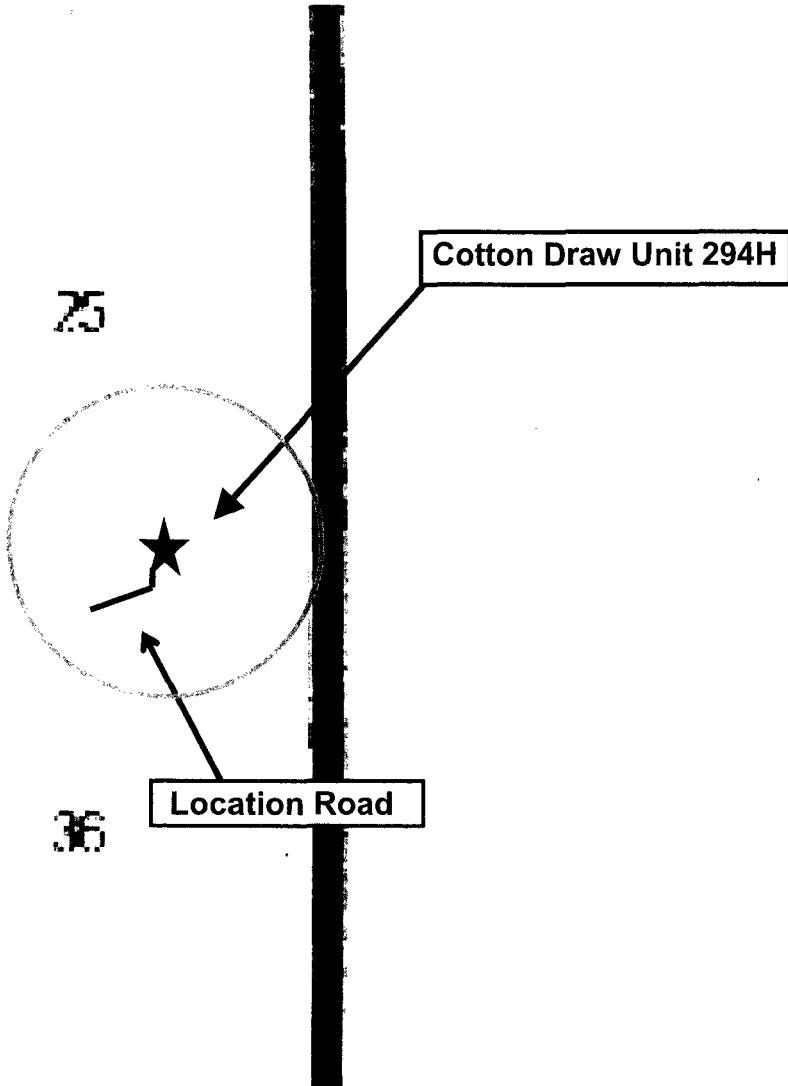
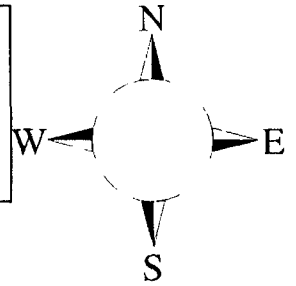
Cotton Draw Unit 294H

Sec-25 T-24S R-31E
230' FSL & 1905' FEL
LAT. = 32.1817205' N (NAD83)
LONG = 103.7291247' W

Eddy County NM

Cotton Draw Unit 294H

This is an open drilling site. H₂S monitoring equipment and emergency response equipment will be used within 500' of zones known to contain H₂S, including warning signs, wind indicators and H₂S monitor.



Assumed 100 ppm; ROE = 600' Radius of Exposure.
100 ppm H₂S concentration shall trigger activation of this plan.

Escape

Crews shall escape upwind of escaping gas in the event of an emergency release of gas. Escape can be facilitated from the location entrance road. Crews should then block the entrance to the location from the lease road so as not to allow anyone traversing into a hazardous area. The blockade should be at a safe distance outside of the ROE. There are no homes or buildings in or near the ROE.

Assumed 100 ppm ROE = 3000'

100 ppm H₂S concentration shall trigger activation of this plan.

Emergency Procedures

In the event of a release of gas containing H₂S, the first responder(s) must

- **Isolate the area and prevent entry by other persons into the 100 ppm ROE.**
- **Evacuate any public places encompassed by the 100 ppm ROE.**
- **Be equipped with H₂S monitors and air packs in order to control the release.**
- **Use the “buddy system” to ensure no injuries occur during the response**
- **Take precautions to avoid personal injury during this operation.**
- **Contact operator and/or local officials to aid in operation. See list of phone numbers attached.**
- **Have received training in the**
 - **Detection of H₂S, and**
 - **Measures for protection against the gas,**
 - **Equipment used for protection and emergency response.**

Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO₂). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas

Characteristics of H₂S and SO₂

Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H₂S	1.189 Air = 1	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO₂	2.21 Air = 1	2 ppm	N/A	1000 ppm

Contacting Authorities

Devon Energy Corp. personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available. The following call list of essential and potential responders has been prepared for use during a release. Devon Energy Corp. Company response must be in coordination with

Hydrogen Sulfide Drilling Operation Plan

I. HYDROGEN SULFIDE (H₂S) TRAINING

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:

1. The hazards and characteristics of hydrogen sulfide (H₂S)
2. The proper use and maintenance of personal protective equipment and life support systems.
3. The proper use of H₂S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
4. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

1. The effects of H₂S metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
2. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
3. The contents and requirements of the H₂S Drilling Operations Plan and Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable H₂S zone (within 3 days or 500 feet) and weekly H₂S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H₂S Drilling Operations Plan and the Public Protection Plan.

II. HYDROGEN SULFIDE TRAINING

Note: All H₂S safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain H₂S.

1. Well Control Equipment

- A. Flare line
- B. Choke manifold – Remotely Operated
- C. Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
- D. Auxiliary equipment may include if applicable: annular preventer and rotating head.
- E. Mud/Gas Separator

2. Protective equipment for essential personnel:

30-minute SCBA units located at briefing areas, as indicated on well site diagram, with one escape unit available in the top doghouse. As it may be difficult to communicate audibly while wearing these units, hand signals shall be utilized.

3. H₂S detection and monitoring equipment:

Portable H₂S monitors positioned on location for best coverage and response. These units have warning lights which activate when H₂S levels reach 10 ppm and audible sirens which activate at 10 ppm. Sensor locations:

- Bell nipple
- Shale shaker
- Trip tank
- Suction pit
- Rig floor
- Cellar
- Choke manifold
- Living Quarters (usually the company man's trailer stairs.)

Visual warning systems:

- A. Wind direction indicators as shown on well site diagram
- B. Caution/ Danger signs shall be posted on roads providing direct access to locations. Signs will be painted a high visibility yellow with black lettering of sufficient size to be reasonable distance from the immediate location. Bilingual signs will be used when appropriate.

4. Mud program:

The mud program has been designed to minimize the volume of H₂S circulated to surface. Proper mud weight, safe drilling practices and the use of H₂S scavengers will minimize hazards when penetrating H₂S bearing zones.

5. Metallurgy:

- A. All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold lines, and valves shall be H₂S trim.
- B. All elastomers used for packing and seals shall be H₂S trim.

6. Communication:

- A. Company personnel have/use cellular telephones in the field.
- B. Land line (telephone) communications at Office

7. Well testing:

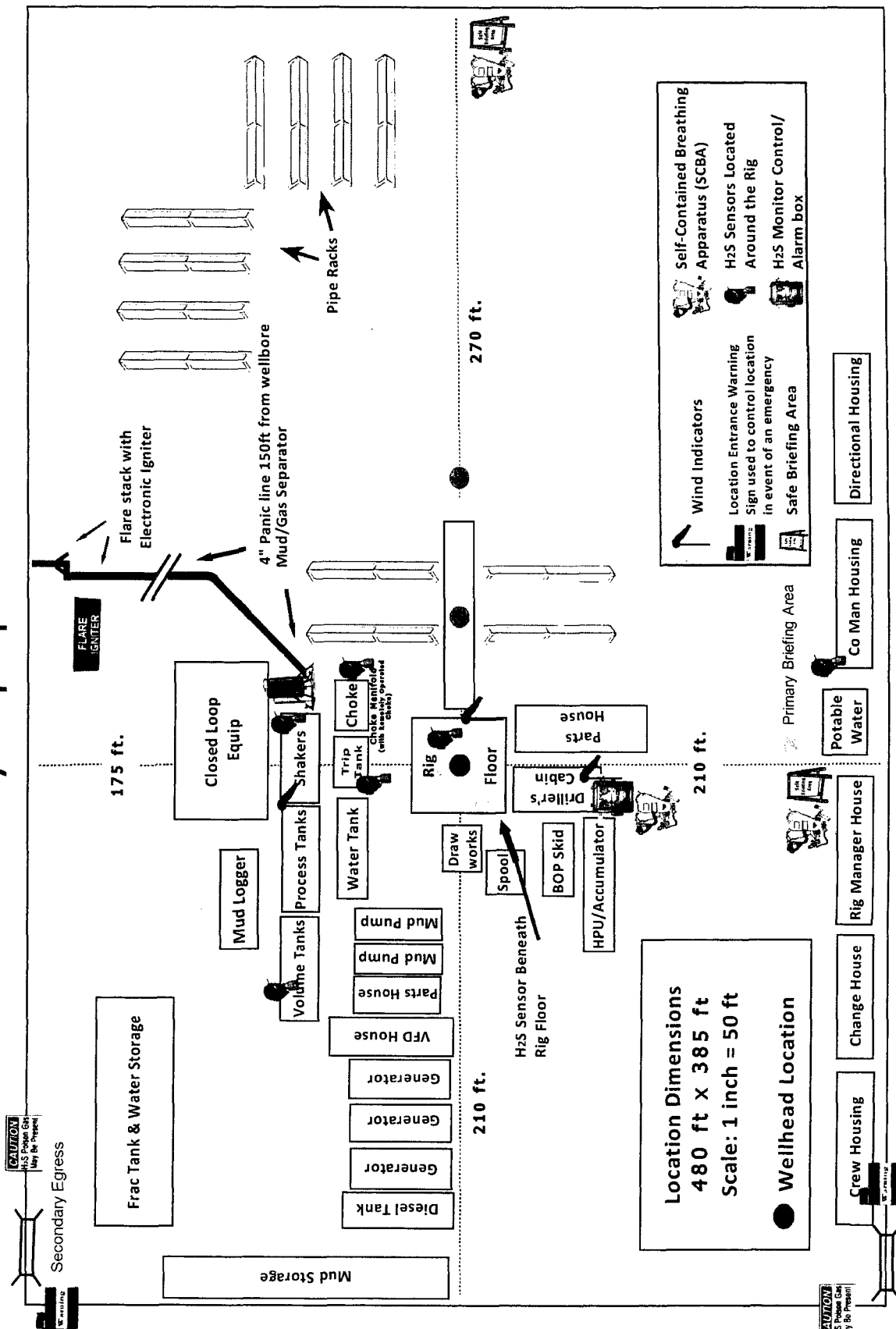
- A. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safety and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H₂S environment will use the closed chamber method of testing.
- B. There will be no drill stem testing.

<u>Devon Energy Corp. Company Call List</u>		
Drilling Supervisor – Basin – Mark Kramer		405-823-4796
Drilling Supervisor – Slope – Norman Naill		405-760-7234
EHS Professional – Mark Hurst		575-513-9087
<u>Agency Call List</u>		
<u>Lea County (575)</u>	Hobbs	
	Lea County Communication Authority	393-3981
	State Police	392-5588
	City Police	397-9265
	Sheriff's Office	393-2515
	Ambulance	911
	Fire Department	397-9308
	LEPC (Local Emergency Planning Committee)	393-2870
	NMOCD	393-6161
	US Bureau of Land Management	393-3612
<u>Eddy County (575)</u>	Carlsbad	
	State Police	885-3137
	City Police	885-2111
	Sheriff's Office	887-7551
	Ambulance	911
	Fire Department	885-3125
	LEPC (Local Emergency Planning Committee)	887-3798
	US Bureau of Land Management	887-6544
	NM Emergency Response Commission (Santa Fe)	(505) 476-9600
	24 HR	(505) 827-9126
	National Emergency Response Center	(800) 424-8802
	National Pollution Control Center: Direct	(703) 872-6000
	For Oil Spills	(800) 280-7118
	Emergency Services	
	Wild Well Control	(281) 784-4700
	Cudd Pressure Control	(915) 699-0139 (915) 563-3356
	Halliburton	(575) 746-2757
	B. J. Services	(575) 746-3569
	Give GPS position:	
	Native Air – Emergency Helicopter – Hobbs	(575) 392-6429
	Flight For Life - Lubbock, TX	(806) 743-9911
	Aerocare - Lubbock, TX	(806) 747-8923
	Med Flight Air Amb - Albuquerque, NM	(575) 842-4433
	Lifeguard Air Med Svc. Albuquerque, NM	(800) 222-1222
	Poison Control (24/7)	(575) 272-3115
	Oil & Gas Pipeline 24 Hour Service	(800) 364-4366
	NOAA – Website - www.nhc.noaa.gov	

Prepared in conjunction with
Dave Small



Devon Energy - Well Pad Rig Location Layout Safety Equipment Location



Devon US

Delaware Basin

Sec 25-24S-31E

Cotton Draw Unit 294H

Original Hole

Plan: Plan #1

Standard Planning Report

23 June, 2016

HODIN 2017

MAR 15 2017

RECEIVED

Devon Energy

Planning Report

Database: EDM r5000 US Production
Company: Devon US
Project: Delaware Basin
Site: Sec 25-24S-31E
Well: Cotton Draw Unit 294H
Wellbore: Original Hole
Design: Plan #1

Local Co-ordinate Reference: Well Cotton Draw Unit 294H
TVD Reference: KB @ 3535.60ft
MD Reference: KB @ 3535.60ft
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Project	Delaware Basin		
Map System:	US State Plane 1983	System Datum:	Mean Sea Level
Geo Datum:	North American Datum 1983		
Map Zone:	New Mexico Eastern Zone		

Site Sec 25-24S-31E

Site Position:		Northing:	14,248,345.95 usft	Latitude:	45.002953
From:	Map	Easting:	-15,664,981.52 usft	Longitude:	78.614275
Position Uncertainty:	5.00 ft	Slot Radius:	13-3/16 "	Grid Convergence:	0.00 °

Well Cotton Draw Unit 294H

Well Position	+N/-S	-13,818,004.02 ft	Northing:	430,369.57 usft	Latitude:	32.181721
	+E/-W	16,393,240.44 ft	Easting:	728,226.13 usft	Longitude:	-103.729254
Position Uncertainty		5.00 ft	Wellhead Elevation:	0.00 ft	Ground Level:	3,512.10 ft

Plan Sections

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
3,800.00	8.00	269.68	3,797.40	-0.31	-55.76	1.00	1.00	0.00	269.68	
8,087.32	8.00	269.68	8,043.00	-3.66	-652.43	0.00	0.00	0.00	0.00	
8,887.33	0.00	0.00	8,840.41	-3.98	-708.19	1.00	-1.00	0.00	180.00	
9,973.92	0.00	0.00	9,927.00	-3.98	-708.19	0.00	0.00	0.00	0.00	
10,873.91	90.00	0.00	10,499.96	568.98	-708.16	10.00	10.00	0.00	0.00	
15,061.53	90.00	0.00	10,500.00	4,756.59	-707.98	0.00	0.00	0.00	0.00	BHL_294H

Devon Energy

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Local Co-ordinate Reference: Well Cotton Draw Unit 294H
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MD Reference: KB @ 3535.60ft
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	0.00	0.00
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.00	0.00	0.00
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00
3,100.00	1.00	269.68	3,099.99	0.00	-0.87	0.00	1.00	1.00	0.00
3,200.00	2.00	269.68	3,199.96	-0.02	-3.49	0.00	1.00	1.00	0.00
3,300.00	3.00	269.68	3,299.86	-0.04	-7.85	0.00	1.00	1.00	0.00
3,400.00	4.00	269.68	3,399.68	-0.08	-13.96	0.00	1.00	1.00	0.00
3,500.00	5.00	269.68	3,499.37	-0.12	-21.80	0.00	1.00	1.00	0.00
3,600.00	6.00	269.68	3,598.90	-0.18	-31.39	0.00	1.00	1.00	0.00
3,700.00	7.00	269.68	3,698.26	-0.24	-42.71	0.00	1.00	1.00	0.00
3,800.00	8.00	269.68	3,797.40	-0.31	-55.76	0.00	1.00	1.00	0.00
3,900.00	8.00	269.68	3,896.43	-0.39	-69.68	0.00	0.00	0.00	0.00
4,000.00	8.00	269.68	3,995.46	-0.47	-83.59	0.00	0.00	0.00	0.00
4,100.00	8.00	269.68	4,094.48	-0.55	-97.51	0.00	0.00	0.00	0.00
4,200.00	8.00	269.68	4,193.51	-0.63	-111.43	0.00	0.00	0.00	0.00
4,300.00	8.00	269.68	4,292.54	-0.70	-125.34	0.00	0.00	0.00	0.00
4,400.00	8.00	269.68	4,391.56	-0.78	-139.26	0.00	0.00	0.00	0.00
4,500.00	8.00	269.68	4,490.59	-0.86	-153.18	0.00	0.00	0.00	0.00
4,600.00	8.00	269.68	4,589.62	-0.94	-167.10	0.00	0.00	0.00	0.00
4,700.00	8.00	269.68	4,688.64	-1.02	-181.01	0.00	0.00	0.00	0.00
4,800.00	8.00	269.68	4,787.67	-1.09	-194.93	0.00	0.00	0.00	0.00
4,900.00	8.00	269.68	4,886.70	-1.17	-208.85	0.00	0.00	0.00	0.00
5,000.00	8.00	269.68	4,985.72	-1.25	-222.76	0.00	0.00	0.00	0.00
5,100.00	8.00	269.68	5,084.75	-1.33	-236.68	0.00	0.00	0.00	0.00
5,200.00	8.00	269.68	5,183.78	-1.41	-250.60	0.00	0.00	0.00	0.00
5,300.00	8.00	269.68	5,282.81	-1.49	-264.52	0.00	0.00	0.00	0.00

Devon Energy

Planning Report

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North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
5,400.00	8.00	269.68	5,381.83	-1.56	-278.43	0.00	0.00	0.00	0.00
5,500.00	8.00	269.68	5,480.86	-1.64	-292.35	0.00	0.00	0.00	0.00
5,600.00	8.00	269.68	5,579.89	-1.72	-306.27	0.00	0.00	0.00	0.00
5,700.00	8.00	269.68	5,678.91	-1.80	-320.18	0.00	0.00	0.00	0.00
5,800.00	8.00	269.68	5,777.94	-1.88	-334.10	0.00	0.00	0.00	0.00
5,900.00	8.00	269.68	5,876.97	-1.95	-348.02	0.00	0.00	0.00	0.00
6,000.00	8.00	269.68	5,975.99	-2.03	-361.93	0.00	0.00	0.00	0.00
6,100.00	8.00	269.68	6,075.02	-2.11	-375.85	0.00	0.00	0.00	0.00
6,200.00	8.00	269.68	6,174.05	-2.19	-389.77	0.00	0.00	0.00	0.00
6,300.00	8.00	269.68	6,273.07	-2.27	-403.69	0.00	0.00	0.00	0.00
6,400.00	8.00	269.68	6,372.10	-2.35	-417.60	0.00	0.00	0.00	0.00
6,500.00	8.00	269.68	6,471.13	-2.42	-431.52	0.00	0.00	0.00	0.00
6,600.00	8.00	269.68	6,570.15	-2.50	-445.44	0.00	0.00	0.00	0.00
6,700.00	8.00	269.68	6,669.18	-2.58	-459.35	0.00	0.00	0.00	0.00
6,800.00	8.00	269.68	6,768.21	-2.66	-473.27	0.00	0.00	0.00	0.00
6,900.00	8.00	269.68	6,867.23	-2.74	-487.19	0.00	0.00	0.00	0.00
7,000.00	8.00	269.68	6,966.26	-2.81	-501.11	0.00	0.00	0.00	0.00
7,100.00	8.00	269.68	7,065.29	-2.89	-515.02	0.00	0.00	0.00	0.00
7,200.00	8.00	269.68	7,164.31	-2.97	-528.94	0.00	0.00	0.00	0.00
7,300.00	8.00	269.68	7,263.34	-3.05	-542.86	0.00	0.00	0.00	0.00
7,400.00	8.00	269.68	7,362.37	-3.13	-556.77	0.00	0.00	0.00	0.00
7,500.00	8.00	269.68	7,461.40	-3.21	-570.69	0.00	0.00	0.00	0.00
7,600.00	8.00	269.68	7,560.42	-3.28	-584.61	0.00	0.00	0.00	0.00
7,700.00	8.00	269.68	7,659.45	-3.36	-598.53	0.00	0.00	0.00	0.00
7,800.00	8.00	269.68	7,758.48	-3.44	-612.44	0.00	0.00	0.00	0.00
7,900.00	8.00	269.68	7,857.50	-3.52	-626.36	0.00	0.00	0.00	0.00
8,000.00	8.00	269.68	7,956.53	-3.60	-640.28	0.00	0.00	0.00	0.00
8,087.32	8.00	269.68	8,043.00	-3.66	-652.43	0.00	0.00	0.00	0.00
8,100.00	7.87	269.68	8,055.56	-3.67	-654.18	0.00	1.00	-1.00	0.00
8,200.00	6.87	269.68	8,154.73	-3.75	-667.01	0.00	1.00	-1.00	0.00
8,300.00	5.87	269.68	8,254.11	-3.81	-678.11	0.00	1.00	-1.00	0.00
8,400.00	4.87	269.68	8,353.67	-3.86	-687.48	0.00	1.00	-1.00	0.00
8,500.00	3.87	269.68	8,453.38	-3.90	-695.10	0.00	1.00	-1.00	0.00
8,600.00	2.87	269.68	8,553.20	-3.94	-700.99	0.00	1.00	-1.00	0.00
8,700.00	1.87	269.68	8,653.12	-3.96	-705.13	0.00	1.00	-1.00	0.00
8,800.00	0.87	269.68	8,753.09	-3.97	-707.52	0.00	1.00	-1.00	0.00
8,887.33	0.00	0.00	8,840.41	-3.98	-708.19	0.00	1.00	-1.00	0.00
8,900.00	0.00	0.00	8,853.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,000.00	0.00	0.00	8,953.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,100.00	0.00	0.00	9,053.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,200.00	0.00	0.00	9,153.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,300.00	0.00	0.00	9,253.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,400.00	0.00	0.00	9,353.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,500.00	0.00	0.00	9,453.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,600.00	0.00	0.00	9,553.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,700.00	0.00	0.00	9,653.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,800.00	0.00	0.00	9,753.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,900.00	0.00	0.00	9,853.08	-3.98	-708.19	0.00	0.00	0.00	0.00
9,973.92	0.00	0.00	9,927.00	-3.98	-708.19	0.00	0.00	0.00	0.00
10,000.00	2.61	0.00	9,953.07	-3.38	-708.19	0.59	10.00	10.00	0.00
10,050.00	7.61	0.00	10,002.86	1.07	-708.19	5.04	10.00	10.00	0.00
10,100.00	12.61	0.00	10,052.07	9.84	-708.19	13.82	10.00	10.00	0.00
10,150.00	17.61	0.00	10,100.32	22.87	-708.19	26.84	10.00	10.00	0.00
10,200.00	22.61	0.00	10,147.26	40.05	-708.19	44.03	10.00	10.00	0.00

Devon Energy

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MD Reference: KB @ 3535.60ft
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
10,250.00	27.61	0.00	10,192.52	61.26	-708.19	65.24	10.00	10.00	0.00
10,300.00	32.61	0.00	10,235.76	86.34	-708.18	90.31	10.00	10.00	0.00
10,350.00	37.61	0.00	10,276.65	115.08	-708.18	119.06	10.00	10.00	0.00
10,400.00	42.61	0.00	10,314.88	147.28	-708.18	151.26	10.00	10.00	0.00
10,450.00	47.61	0.00	10,350.16	182.69	-708.18	186.67	10.00	10.00	0.00
10,500.00	52.61	0.00	10,382.22	221.04	-708.18	225.02	10.00	10.00	0.00
10,550.00	57.61	0.00	10,410.81	262.04	-708.18	266.02	10.00	10.00	0.00
10,600.00	62.61	0.00	10,435.72	305.38	-708.18	309.35	10.00	10.00	0.00
10,650.00	67.61	0.00	10,456.76	350.72	-708.17	354.69	10.00	10.00	0.00
10,700.00	72.61	0.00	10,473.76	397.72	-708.17	401.69	10.00	10.00	0.00
10,750.00	77.61	0.00	10,486.61	446.03	-708.17	450.00	10.00	10.00	0.00
10,800.00	82.61	0.00	10,495.20	495.27	-708.17	499.24	10.00	10.00	0.00
10,850.00	87.61	0.00	10,499.46	545.07	-708.16	549.04	10.00	10.00	0.00
10,873.91	90.00	0.00	10,499.96	568.98	-708.16	572.94	10.00	10.00	0.00
10,900.00	90.00	0.00	10,499.96	595.06	-708.16	599.03	0.00	0.00	0.00
11,000.00	90.00	0.00	10,499.96	695.06	-708.16	699.03	0.00	0.00	0.00
11,100.00	90.00	0.00	10,499.96	795.06	-708.15	799.03	0.00	0.00	0.00
11,200.00	90.00	0.00	10,499.96	895.06	-708.15	899.03	0.00	0.00	0.00
11,300.00	90.00	0.00	10,499.96	995.06	-708.15	999.02	0.00	0.00	0.00
11,400.00	90.00	0.00	10,499.96	1,095.06	-708.14	1,099.02	0.00	0.00	0.00
11,500.00	90.00	0.00	10,499.97	1,195.06	-708.14	1,199.02	0.00	0.00	0.00
11,600.00	90.00	0.00	10,499.97	1,295.06	-708.13	1,299.02	0.00	0.00	0.00
11,700.00	90.00	0.00	10,499.97	1,395.06	-708.13	1,399.02	0.00	0.00	0.00
11,800.00	90.00	0.00	10,499.97	1,495.06	-708.12	1,499.02	0.00	0.00	0.00
11,900.00	90.00	0.00	10,499.97	1,595.06	-708.12	1,599.01	0.00	0.00	0.00
12,000.00	90.00	0.00	10,499.97	1,695.06	-708.11	1,699.01	0.00	0.00	0.00
12,100.00	90.00	0.00	10,499.97	1,795.06	-708.11	1,799.01	0.00	0.00	0.00
12,200.00	90.00	0.00	10,499.97	1,895.06	-708.11	1,899.01	0.00	0.00	0.00
12,300.00	90.00	0.00	10,499.97	1,995.06	-708.10	1,999.01	0.00	0.00	0.00
12,400.00	90.00	0.00	10,499.97	2,095.06	-708.10	2,099.01	0.00	0.00	0.00
12,500.00	90.00	0.00	10,499.98	2,195.06	-708.09	2,199.00	0.00	0.00	0.00
12,600.00	90.00	0.00	10,499.98	2,295.06	-708.09	2,299.00	0.00	0.00	0.00
12,700.00	90.00	0.00	10,499.98	2,395.06	-708.08	2,399.00	0.00	0.00	0.00
12,800.00	90.00	0.00	10,499.98	2,495.06	-708.08	2,499.00	0.00	0.00	0.00
12,900.00	90.00	0.00	10,499.98	2,595.06	-708.08	2,599.00	0.00	0.00	0.00
13,000.00	90.00	0.00	10,499.98	2,695.06	-708.07	2,699.00	0.00	0.00	0.00
13,100.00	90.00	0.00	10,499.98	2,795.06	-708.07	2,798.99	0.00	0.00	0.00
13,200.00	90.00	0.00	10,499.98	2,895.06	-708.06	2,898.99	0.00	0.00	0.00
13,300.00	90.00	0.00	10,499.98	2,995.06	-708.06	2,998.99	0.00	0.00	0.00
13,400.00	90.00	0.00	10,499.98	3,095.06	-708.05	3,098.99	0.00	0.00	0.00
13,500.00	90.00	0.00	10,499.98	3,195.06	-708.05	3,198.99	0.00	0.00	0.00
13,600.00	90.00	0.00	10,499.99	3,295.06	-708.05	3,298.99	0.00	0.00	0.00
13,700.00	90.00	0.00	10,499.99	3,395.06	-708.04	3,398.99	0.00	0.00	0.00
13,800.00	90.00	0.00	10,499.99	3,495.06	-708.04	3,498.98	0.00	0.00	0.00
13,900.00	90.00	0.00	10,499.99	3,595.06	-708.03	3,598.98	0.00	0.00	0.00
14,000.00	90.00	0.00	10,499.99	3,695.06	-708.03	3,698.98	0.00	0.00	0.00
14,100.00	90.00	0.00	10,499.99	3,795.06	-708.02	3,798.98	0.00	0.00	0.00
14,200.00	90.00	0.00	10,499.99	3,895.06	-708.02	3,898.98	0.00	0.00	0.00
14,300.00	90.00	0.00	10,499.99	3,995.06	-708.01	3,998.98	0.00	0.00	0.00
14,400.00	90.00	0.00	10,499.99	4,095.06	-708.01	4,098.97	0.00	0.00	0.00
14,500.00	90.00	0.00	10,499.99	4,195.06	-708.01	4,198.97	0.00	0.00	0.00
14,600.00	90.00	0.00	10,500.00	4,295.06	-708.00	4,298.97	0.00	0.00	0.00
14,700.00	90.00	0.00	10,500.00	4,395.06	-708.00	4,398.97	0.00	0.00	0.00
14,800.00	90.00	0.00	10,500.00	4,495.06	-707.99	4,498.97	0.00	0.00	0.00

Devon Energy

Planning Report

Database: EDM r5000 US Production
Company: Devon US
Project: Delaware Basin
Site: Sec 25-24S-31E
Well: Cotton Draw Unit 294H
Wellbore: Original Hole
Design: Plan #1

Local Co-ordinate Reference: Well Cotton Draw Unit 294H
TVD Reference: KB @ 3535.60ft
MD Reference: KB @ 3535.60ft
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
14,900.00	90.00	0.00	10,500.00	4,595.06	-707.99	4,598.97	0.00	0.00	0.00
15,000.00	90.00	0.00	10,500.00	4,695.06	-707.98	4,698.96	0.00	0.00	0.00
15,061.53	90.00	0.00	10,500.00	4,756.59	-707.98	4,760.49	0.00	0.00	0.00

Plan Annotations

Measured Depth (ft)	Vertical Depth (ft)	Local Coordinates		Comment
		+N/-S (ft)	+E/-W (ft)	
9,973.92	9,927.00	0.00	0.00	KOP
15,061.53	10,500.00	-3.66	-652.43	TD

A multibowl wellhead may be used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

Devon proposes using a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 3000 (3M) psi.

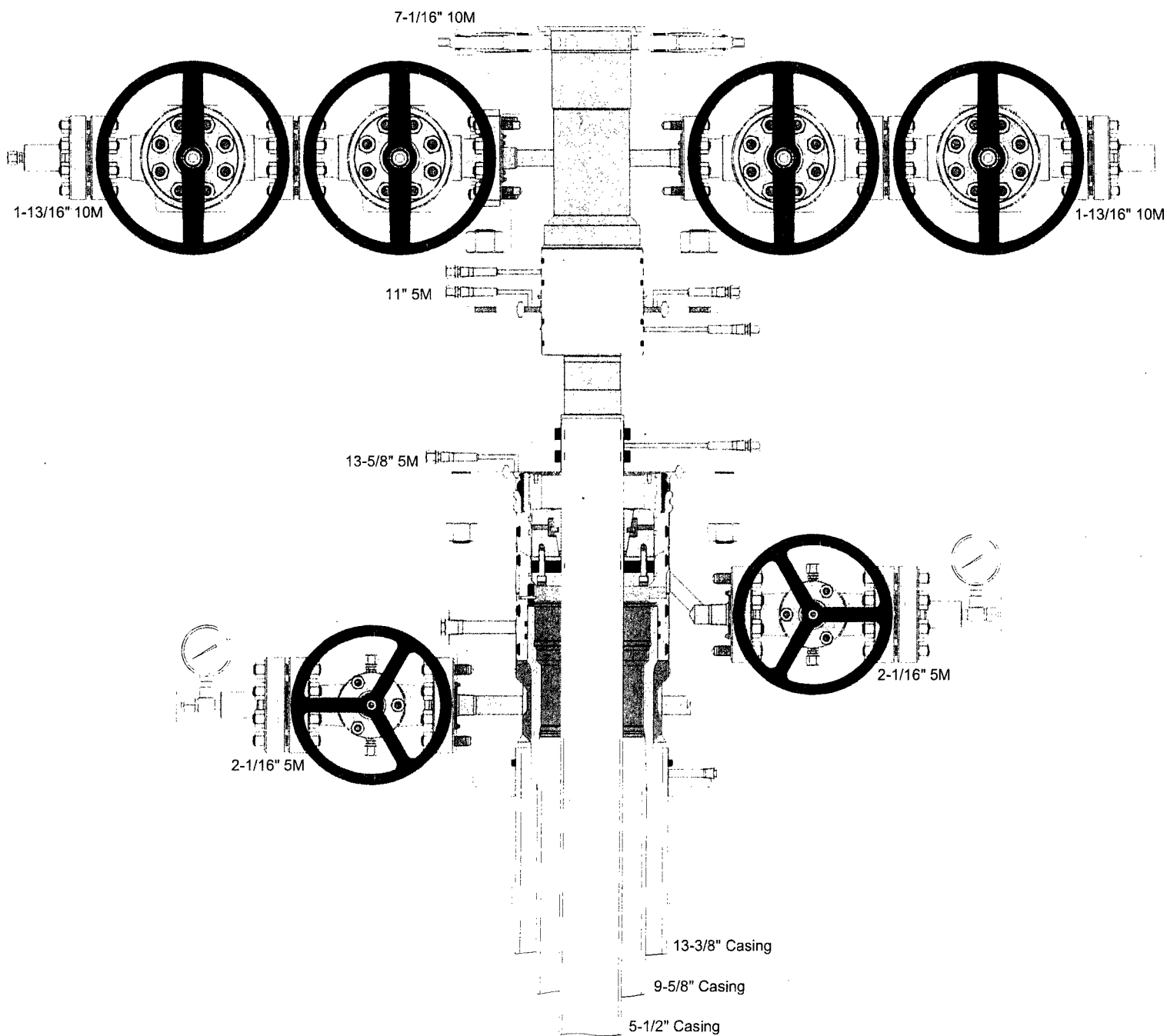
- Wellhead will be installed by wellhead representatives.
- If the welding is performed by a third party, the wellhead representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- Wellhead representative will install the test plug for the initial BOP test.
- Wellhead company will install a solid steel body pack-off to completely isolate the lower head after cementing intermediate casing. After installation of the pack-off, the pack-off and the lower flange will be tested to 3M, as shown on the attached schematic. Everything above the pack-off will not have been altered whatsoever from the initial nipple up. Therefore the BOP components will not be retested at that time.
- If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head will be cut and top out operations will be conducted.
- Devon will pressure test all seals above and below the mandrel (but still above the casing) to full working pressure rating.
- Devon will test the casing to 0.22 psi/ft or 1500 psi, whichever is greater, as per Onshore Order #2.

After running the 13-3/8" surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 3M will be installed on the wellhead system and will undergo a 250 psi low pressure test followed by a 3,000 psi high pressure test. The 3,000 psi high and 250 psi low test will cover testing requirements a maximum of 30 days, as per Onshore Order #2. If the well is not complete within 30 days of this BOP test, another full BOP test will be conducted, as per Onshore Order #2.

After running the 9-5/8" intermediate casing with a mandrel hanger, the 13-5/8" BOP/BOPE system with a minimum rating of 3M will already be installed on the wellhead.

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 3,000 psi WP.

Devon's proposed wellhead manufactures will be FMC Technologies, Cactus Wellhead, or Cameron.





Fluid Technology

ContiTech Beattie Corp.
Website: www.contitechbeattie.com

Monday, June 14, 2010

RE: Drilling & Production Hoses
Lifting & Safety Equipment

To Helmerich & Payne,

A Continental ContiTech hose assembly can perform as intended and suitable for the application regardless of whether the hose is secured or unsecured in its configuration. As a manufacturer of High Pressure Hose Assemblies for use in Drilling & Production, we do offer the corresponding lifting and safety equipment, this has the added benefit of easing the lifting and handling of each hose assembly whilst affording hose longevity by ensuring correct handling methods and procedures as well as securing the hose in the unlikely event of a failure; but in no way does the lifting and safety equipment affect the performance of the hoses providing the hoses have been handled and installed correctly. It is good practice to use lifting & safety equipment but not mandatory.

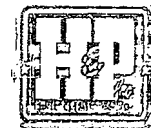
Should you have any questions or require any additional information/clarifications then please do not hesitate to contact us.

ContiTech Beattie is part of the Continental AG Corporation and can offer the full support resources associated with a global organization.

Best regards,

Robin Hodgson
Sales Manager
ContiTech Beattie Corp

ContiTech Beattie Corp,
11535 Brittmoore Park Drive,
Houston, TX 77041
Phone: +1 (832) 327-0141
Fax: +1 (832) 327-0148
www.contitechbeattie.com



RIG 212



QUALITY DOCUMENT

PHOENIX RUBBER

INDUSTRIAL LTD.

6728 Szeged, Budapesti út 10, Hungary • H-6701 Szeged, P. O. Box 152
 Phone: (3662) 556-737 • Fax: (3662) 556-738

SALES & MARKETING: H-1092 Budapest, Ráday u. 42-44, Hungary • H-1440 Budapest, P. O. Box 26
 Phone: (361) 456-4200 • Fax: (361) 217-2972, 456-4273 • www.tauruserge.hu

QUALITY CONTROL INSPECTION AND TEST CERTIFICATE				CERT. N°: 552	
PURCHASER: Phoenix Beattie Co.				P.O. N°: 1519FA-871	
PHOENIX RUBBER order N°: 170466		HOSE TYPE: 3" ID Choke and Kill Hose			
HOSE SERIAL N°: 34128		NOMINAL / ACTUAL LENGTH: 11,43 m			
W.P. 68,96 MPa 10000 psi		T.P. 103,4 MPa 15000 psi		Duration: 60 min.	
Pressure test with water at ambient temperature <div style="text-align: center;">See attachment. (1 page)</div>					
↑ 10 mm = 10 Min. → 10 mm = 25 MPa					
COUPLINGS					
Type	Serial N°	Quality	Heat N°		
3" coupling with 4 1/16" Flange end	720 719	AISI 4130	C7626		
		AISI 4130	47357		
API Spec 16 C Temperature rate: "B"					
All metal parts are flawless					
WE CERTIFY THAT THE ABOVE HOSE HAS BEEN MANUFACTURED IN ACCORDANCE WITH THE TERMS OF THE ORDER AND PRESSURE TESTED AS ABOVE WITH SATISFACTORY RESULT.					
Date: 29. April. 2002.	Inspector	Quality Control PHOENIX RUBBER Industrial Ltd. Hose Inspection and VERIFIED TRUE COPY PHOENIX RUBBER Q.C.			

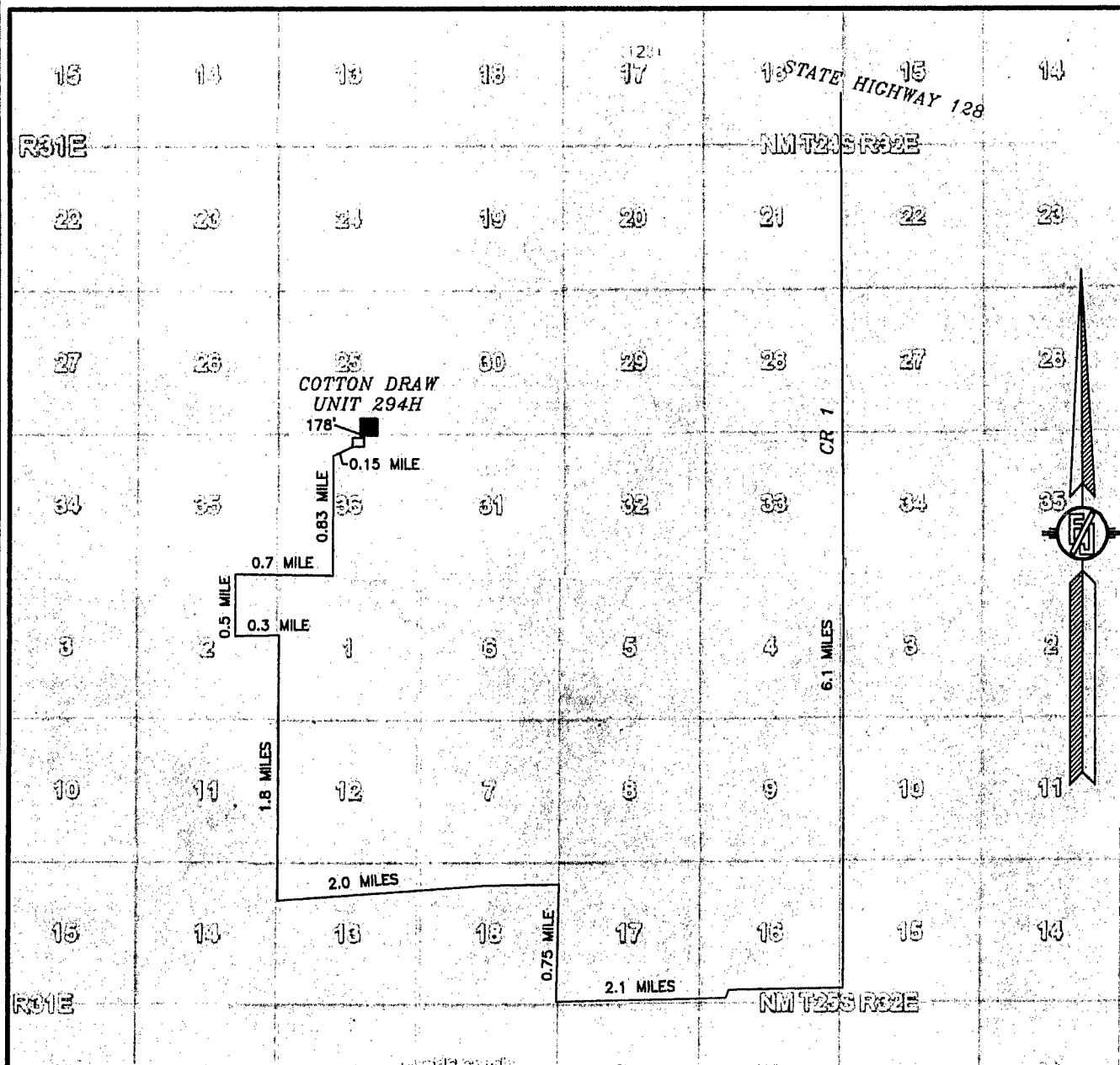
40920-0-00015 NB006 14094-65

8	GNL	+0.000	00	14.00
	RDL	+0.000	00	14.00
	BL	+0.000	00	14.00
7	GNL	+0.000	00	13.45
	RDL	+0.000	00	13.45
	BL	+0.000	00	13.45
6	GNL	+0.000	00	13.20
	RDL	+0.000	00	13.20
	BL	+0.000	00	13.20
5	GNL	+0.000	00	13.00
	RDL	+0.000	00	13.00
	BL	+0.000	00	13.00
4	GNL	+0.000	00	12.50
	RDL	+0.000	00	12.50
	BL	+0.000	00	12.50
3	GNL	+0.000	00	12.30
	RDL	+0.000	00	12.30
	BL	+0.000	00	12.30
2	GNL	+0.000	00	12.00
	RDL	+0.000	00	12.00
	BL	+0.000	00	12.00

[Signature]
PHOENIX RUBBER
Industrial Ltd.
Hose Inspection and
Certification Dept.

VERIFIED TRUE CO.
PHOENIX RUBBER & C.

SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
 EDDY COUNTY, STATE OF NEW MEXICO
 ACCESS AERIAL ROUTE MAP



NOT TO SCALE
 AERIAL PHOTO:
 GOOGLE EARTH
 NOVEMBER 2015

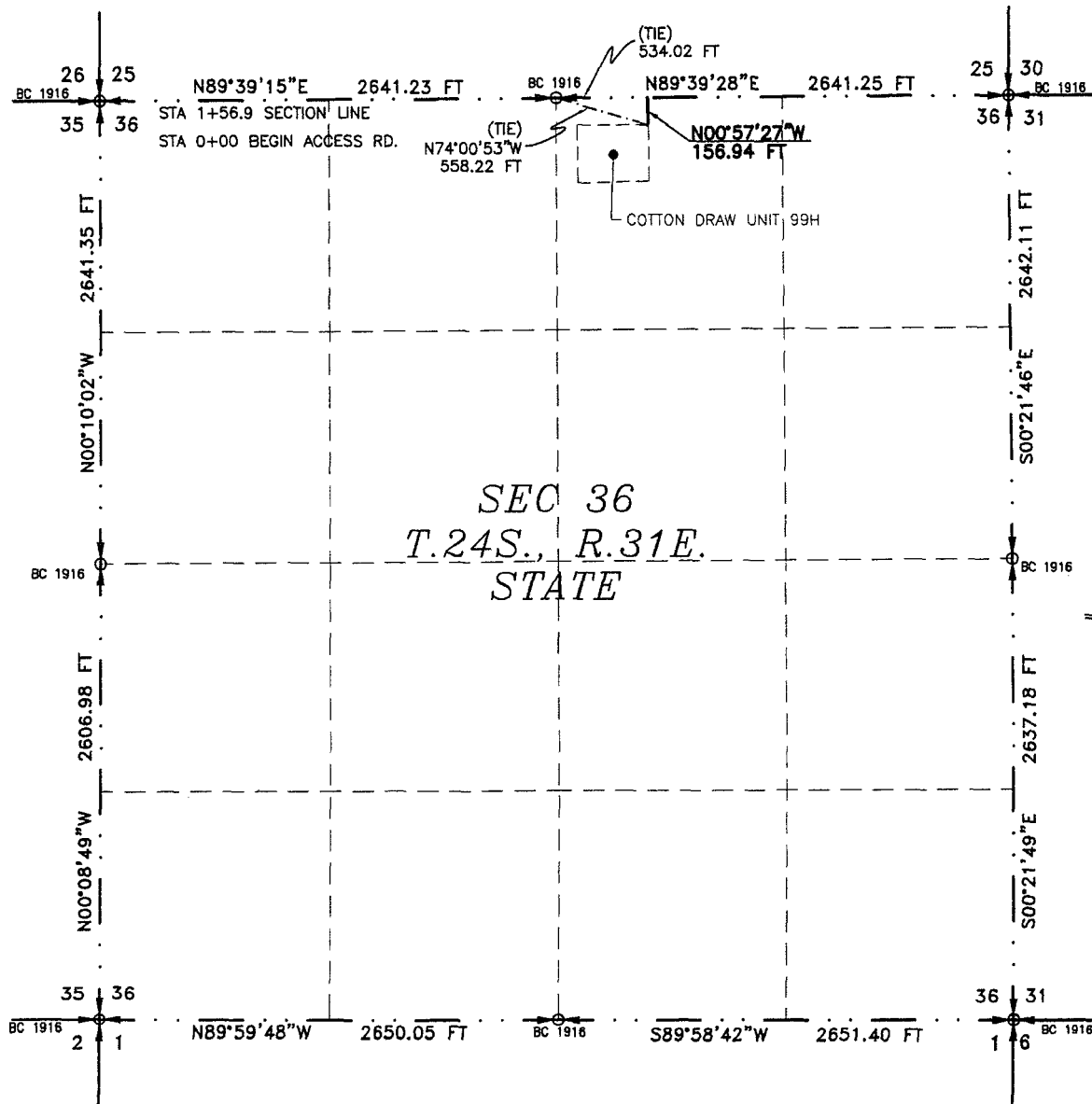
DEVON ENERGY PRODUCTION COMPANY, L.P.
COTTON DRAW UNIT 294H
 LOCATED 230 FT. FROM THE SOUTH LINE
 AND 1905 FT. FROM THE EAST LINE OF
 SECTION 25, TOWNSHIP 24 SOUTH,
 RANGE 31 EAST, N.M.P.M.
 EDDY COUNTY, STATE OF NEW MEXICO

MAY 4, 2016

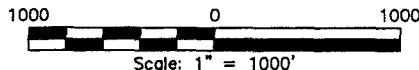
SURVEY NO. 4654

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 CARLSBAD, NEW MEXICO

ACCESS ROAD PLAT
 ACCESS ROAD TO THE COTTON DRAW UNIT 294H, 293H, & 291H
DEVON ENERGY PRODUCTION COMPANY, L.P.
 CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING
 SECTION 36, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
 EDDY COUNTY, STATE OF NEW MEXICO
 JUNE 2, 2016



SEE NEXT SHEET (2-6) FOR DESCRIPTION



GENERAL NOTES

- 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.
- 2.) BASIS OF BEARING IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.

SURVEYOR CERTIFICATE

I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD, NEW MEXICO, THIS 2 DAY OF JUNE 2016

[Signature]
 FILIMON F. JARAMILLO, P.S. 12797

MADRON SURVEYING, INC.
 301 SOUTH CANAL
 CARLSBAD, NEW MEXICO 88220
 Phone (575) 234-3341

SHEET: 1-6

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 CARLSBAD, NEW MEXICO

SURVEY NO. 4738

ACCESS ROAD PLAT

ACCESS ROAD TO THE COTTON DRAW UNIT 294H, 293H, & 291H

DEVON ENERGY PRODUCTION COMPANY, L.P.
CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING
SECTION 36, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
JUNE 2, 2016

DESCRIPTION

A STRIP OF LAND 20 FEET WIDE CROSSING STATE OF NEW MEXICO LAND IN SECTION 36, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, STATE OF NEW MEXICO AND BEING 10 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE NW/4 NE/4 OF SAID SECTION 36, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE NORTH QUARTER CORNER OF SAID SECTION 36, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS N74°00'53"W, A DISTANCE OF 558.22 FEET;

THENCE N00°57'27"W A DISTANCE OF 156.94 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTH QUARTER CORNER OF SAID SECTION 36, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS S89°39'28"W, A DISTANCE OF 534.02 FEET;

SAID STRIP OF LAND BEING 156.94 FEET OR 9.51 RODS IN LENGTH, CONTAINING 0.072 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

NW/4 NE/4 156.94 L.F. 9.51 RODS 0.072 ACRES

SURVEYOR CERTIFICATE

I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD, NEW MEXICO, THIS 2 DAY OF JUNE 2016

GENERAL NOTES

1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

2.) BASIS OF BEARING IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.

SHEET: 2-6

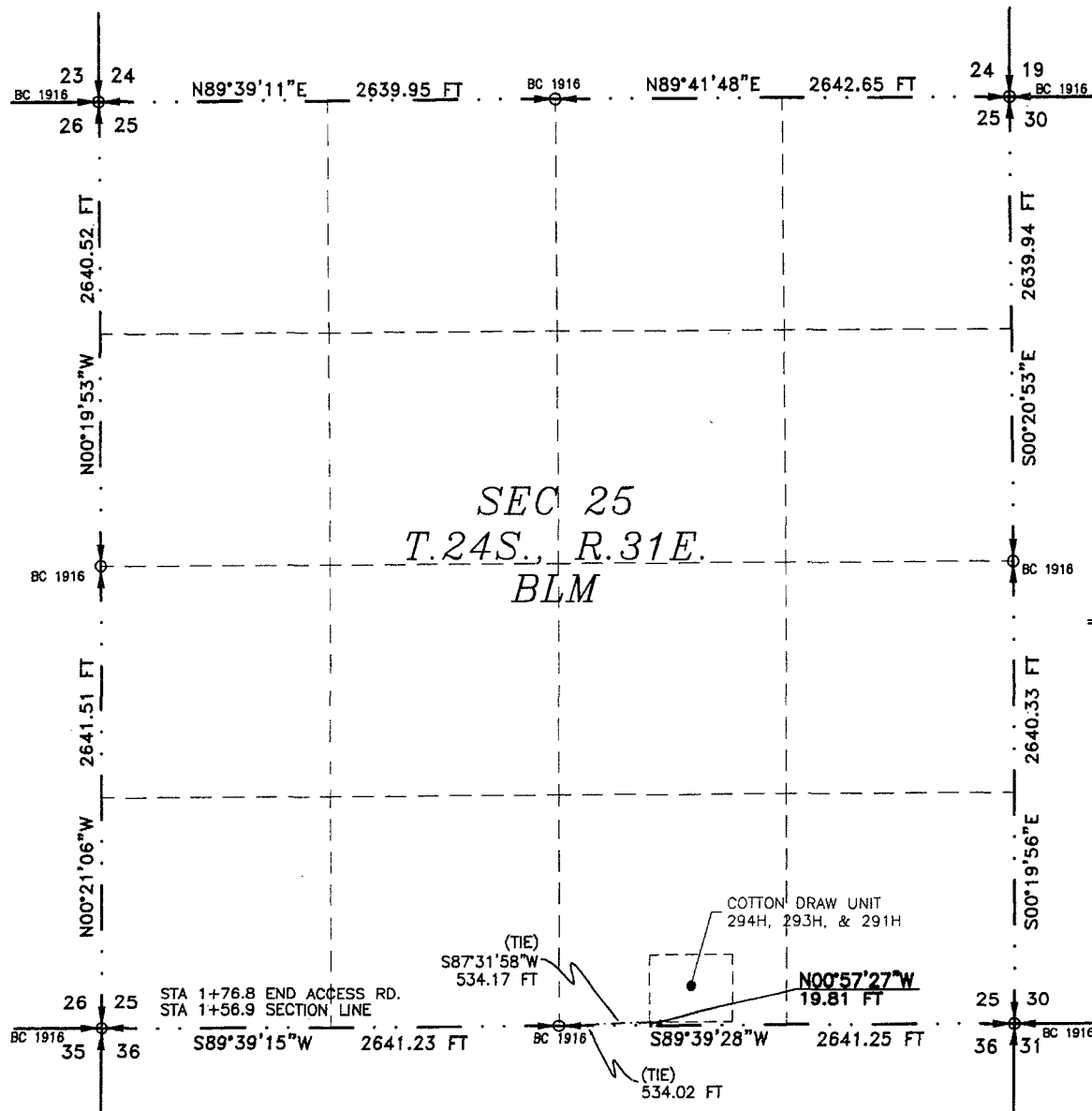
MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220
(575) 234-3341

SURVEY NO. 4738

ACCESS ROAD PLAT

ACCESS ROAD TO THE COTTON DRAW UNIT 294H, 293H, & 291H

DEVON ENERGY PRODUCTION COMPANY, L.P.
CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING
SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
JUNE 2, 2016



SEE NEXT SHEET (4-6) FOR DESCRIPTION

1000 0 1000

Scale: 1" = 1000'

GENERAL NOTES

- 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.
- 2.) BASIS OF BEARING IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.

SURVEYOR CERTIFICATE

I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD,

NEW MEXICO, THIS 2 DAY OF JUNE 2016

MADRON SURVEYING, INC.
301 SOUTH CANAL
CARLSBAD, NEW MEXICO 88220
Phone (575) 234-3341

SHEET: 3-6

MADRON SURVEYING INC.

301 SOUTH CANAL
(575) 234-3341
CARLSBAD, NEW MEXICO

SURVEY NO. 4738

ACCESS ROAD PLAT

ACCESS ROAD TO THE COTTON DRAW UNIT 294H, 293H, & 291H

DEVON ENERGY PRODUCTION COMPANY, L.P.
CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING
SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
JUNE 2, 2016

DESCRIPTION

A STRIP OF LAND 20 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, STATE OF NEW MEXICO AND BEING 10 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE SW/4 SE/4 OF SAID SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE SOUTH QUARTER CORNER OF SAID SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS S89°39'28"W, A DISTANCE OF 534.02 FEET;

THENCE N00°57'27"W A DISTANCE OF 19.81 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE SOUTH QUARTER CORNER OF SAID SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS S87°31'58"W, A DISTANCE OF 534.17 FEET;

SAID STRIP OF LAND BEING 19.81 FEET OR 1.20 RODS IN LENGTH, CONTAINING 0.009 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

SW/4 SE/4 19.81 L.F. 1.20 RODS 0.009 ACRES

SURVEYOR CERTIFICATE

I, FILMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD, NEW MEXICO, THIS 2 DAY OF JUNE 2016

GENERAL NOTES

1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

2.) BASIS OF BEARING IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.

SHEET: 4-6

MADRON SURVEYING, INC.

301 SOUTH CANAL
(575) 234-3341

FILMON F. JARAMILLO, PLS. 12797

MADRON SURVEYING, INC.
301 SOUTH CANAL
CARLSBAD, NEW MEXICO 88220
Phone (575) 234-3341

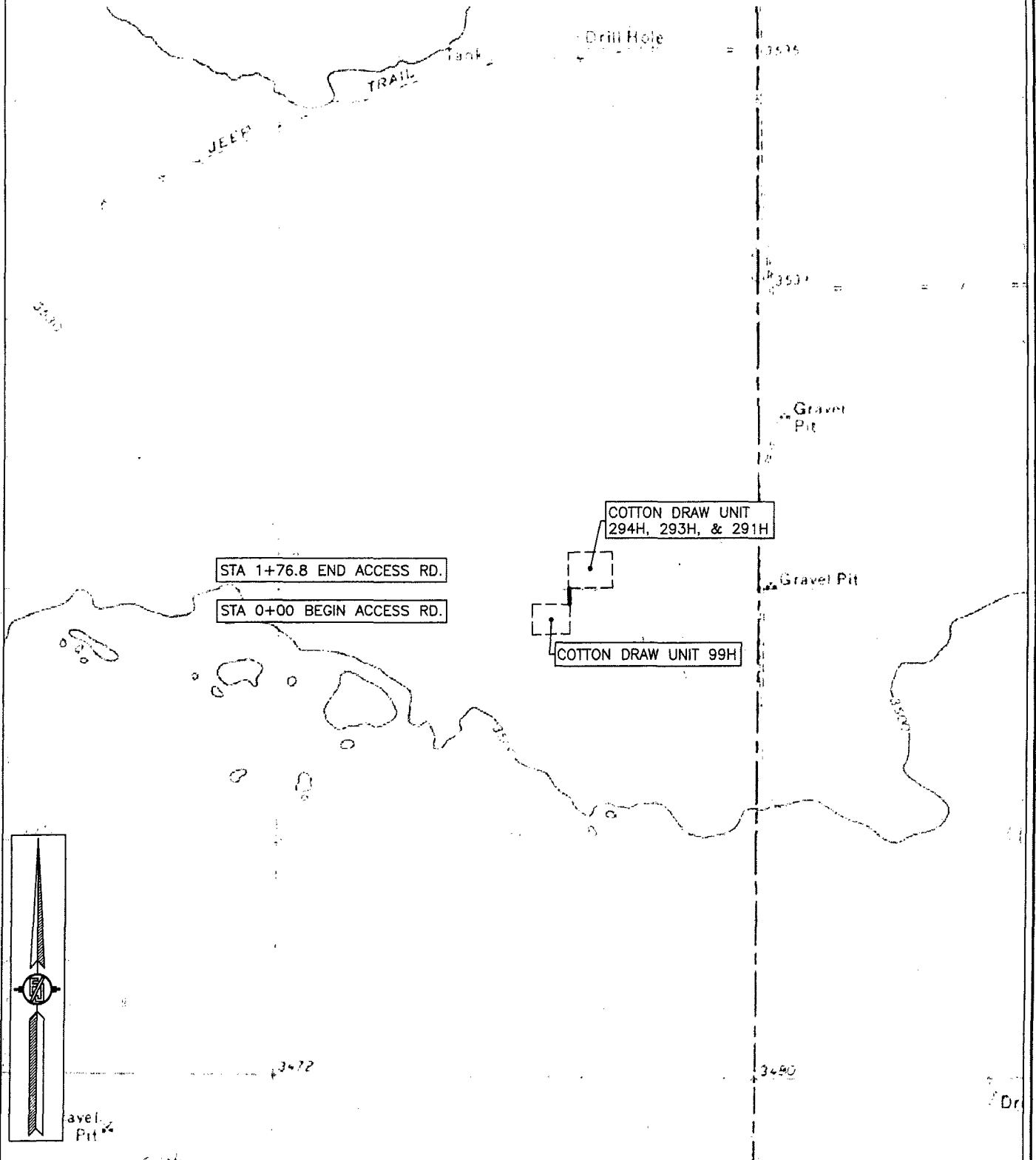
SURVEY NO. 4738

CARLSBAD, NEW MEXICO

ACCESS ROAD PLAT

ACCESS ROAD TO THE COTTON DRAW UNIT 294H, 293H, & 291H

DEVON ENERGY PRODUCTION COMPANY, L.P.
CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING
SECTIONS 36, 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
JUNE 2, 2016



SHEET: 5-6

MADRON SURVEYING, INC.

301 SOUTH CANAL
(575) 234-3341

CARLSBAD, NEW MEXICO

SURVEY NO. 4738

ACCESS ROAD PLAT

ACCESS ROAD TO THE COTTON DRAW UNIT 294H, 293H, & 291H

DEVON ENERGY PRODUCTION COMPANY, L.P.
CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING
SECTIONS 36, 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
JUNE 2, 2016

26

25

3

COTTON DRAW UNIT
294H, 293H, & 291H

STA 1+76.8 END ACCESS RD.

STA 0+00 BEGIN ACCESS RD.

COTTON DRAW UNIT 99H

26

3



1 Mile Radius Map

Estimated distances from nearest wellbores:

*From SHL: Cotton Draw Unit 99	710 ft SW
Cotton Draw Unit 167H	865 ft W
Cotton Draw Unit 182H	230 ft E
BET-NET 1	740 ft W
*From BHL: BET-NET 1	800 ft SW

24S 31E

devon

Cotton Draw Unit 294H

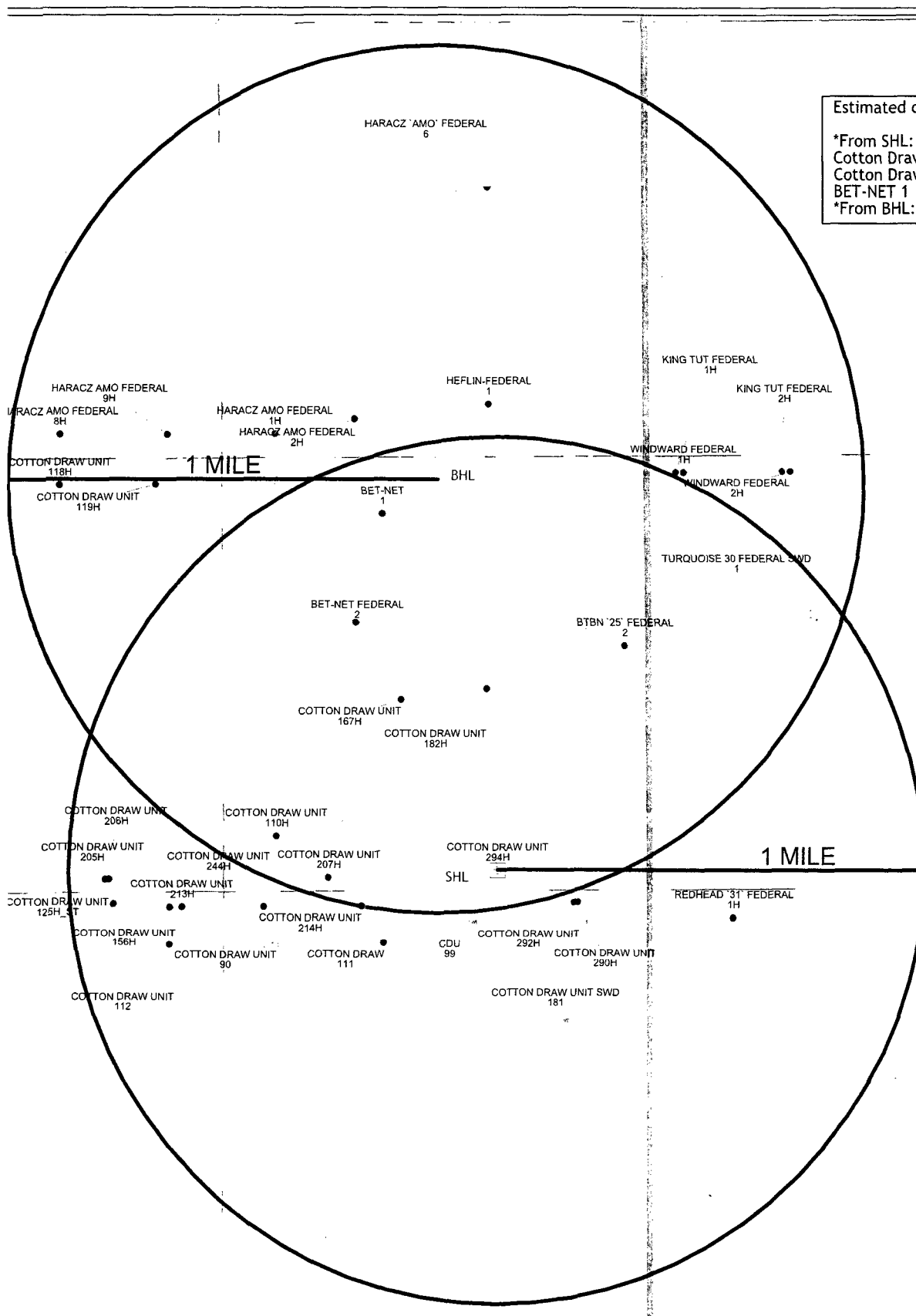
1 Mile Radius Map

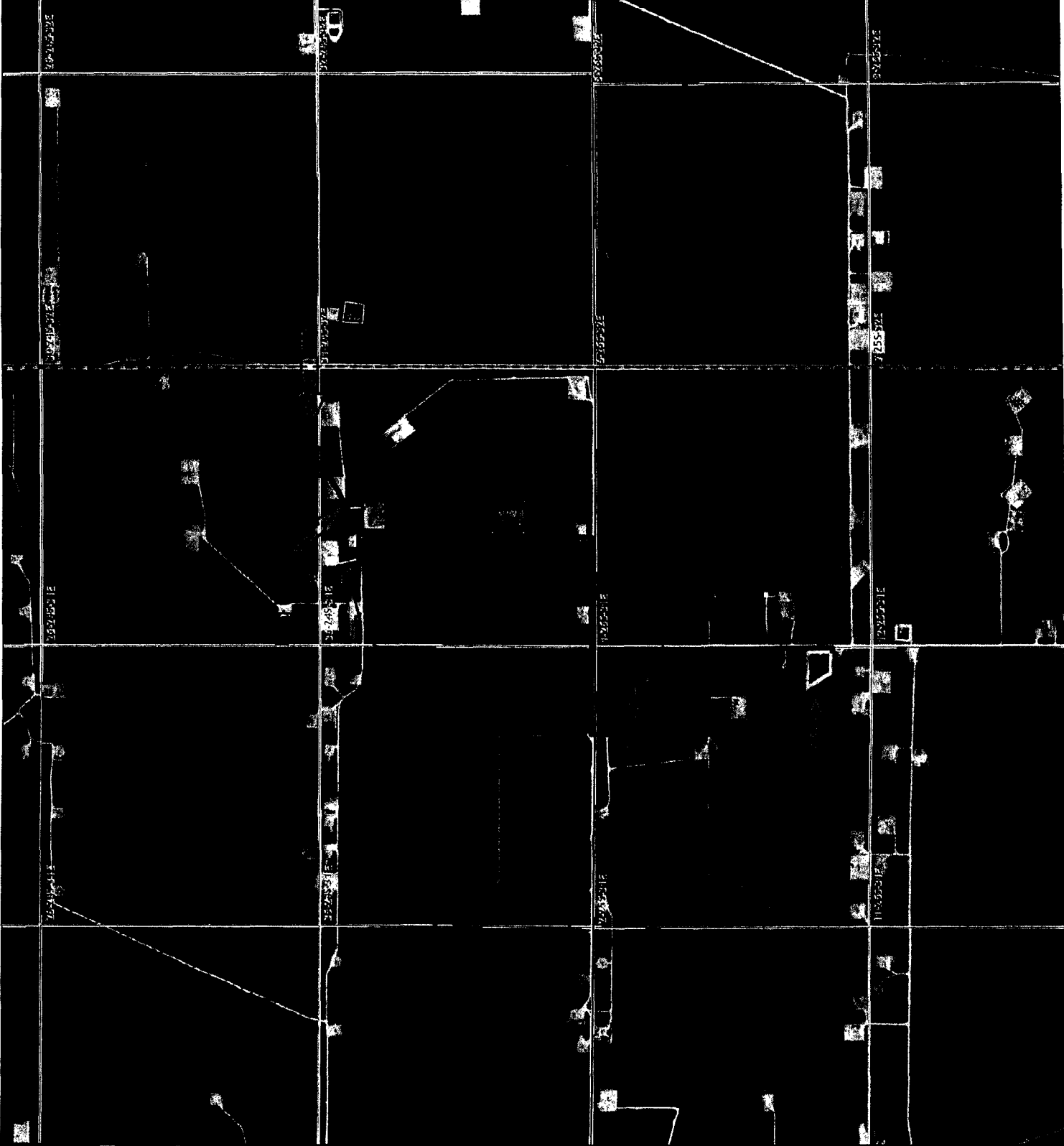


- WELL SYMBOLS**
- ABANDONED OIL WELL
 - DRY HOLE WITH SHOW OF O&G
 - GAS PRODUCING WELL
 - INJECTION WELL
 - OIL PRODUCING WELL
 - PROPOSED
 - SALT WATER DISPOSAL WELL

By: J. Milton

June 6, 2016





devon

This map is for illustrative purposes only and is not intended to be used as a legal document. It is not intended to be used as a legal document. It is not intended to be used as a legal document.

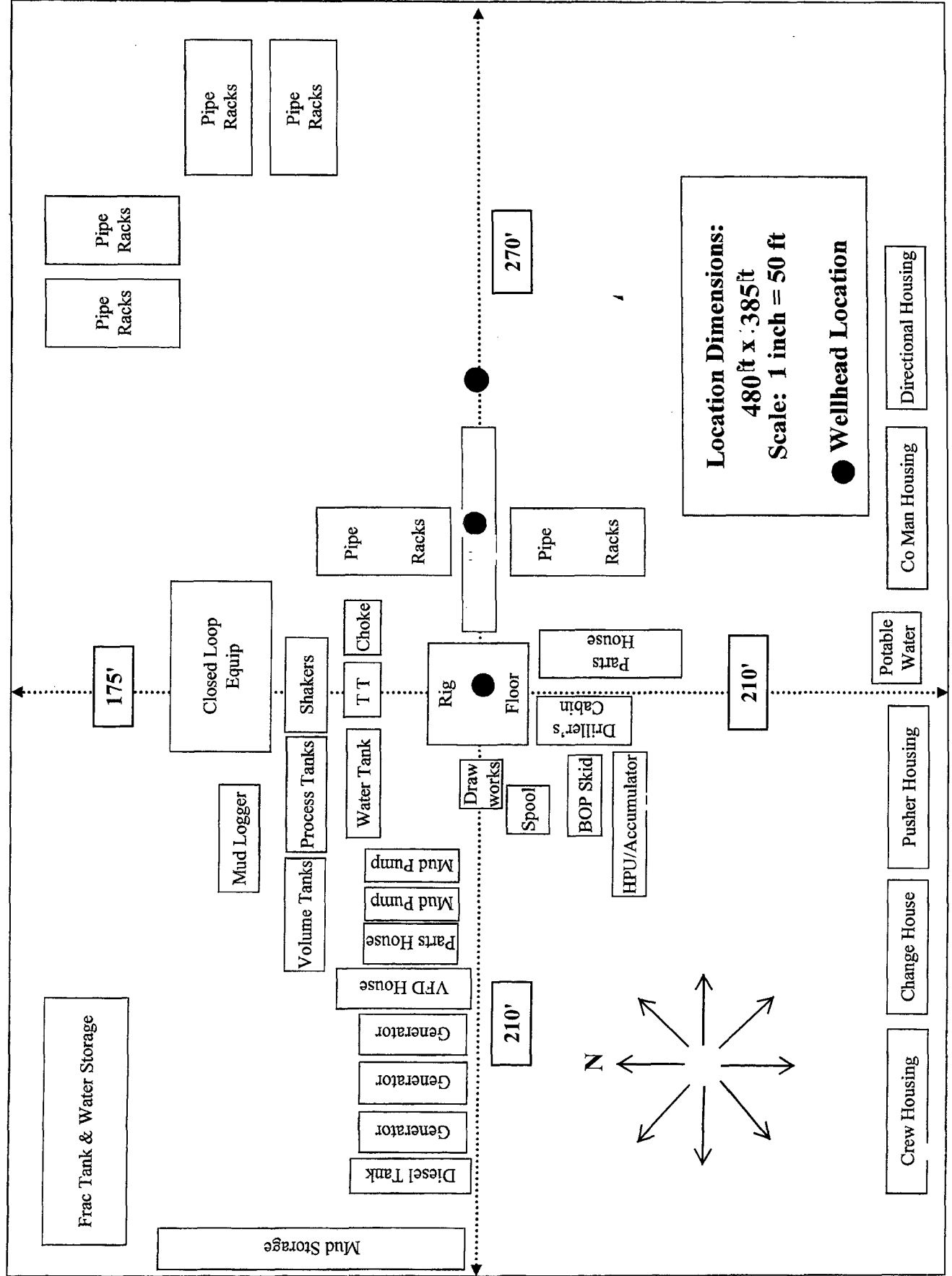
WGS_1984 Web_Mercator_Auxiliary_Sphere
Prepared by:
Map is current as of: 21-Jun-2016



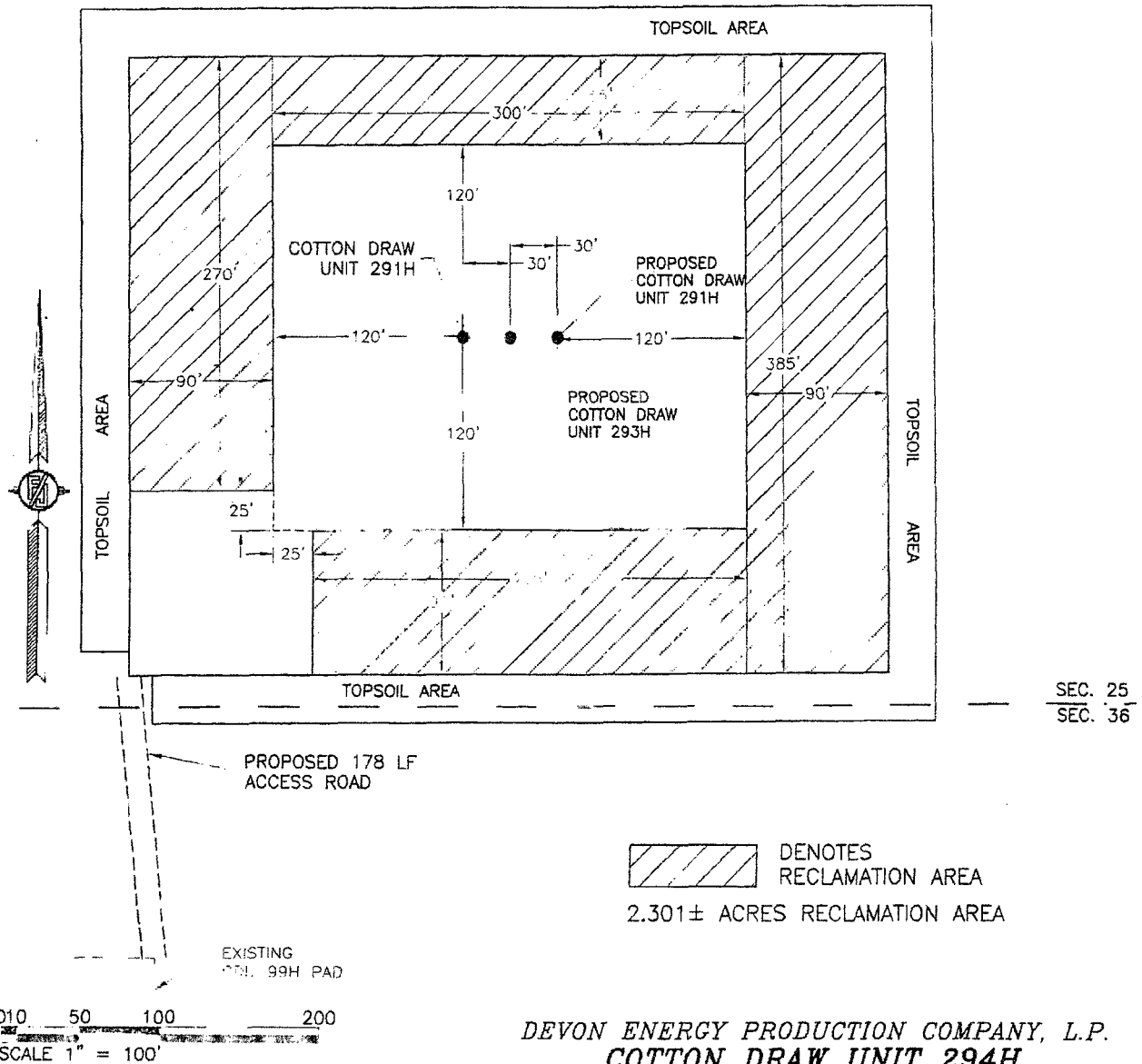
Rig Location Layout

3 Well Pad

COTTON DRAW UNIT 294H



**PROPOSED INTERIM SITE RECLAMATION
FOR COTTON DRAW UNIT 294H
SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO**

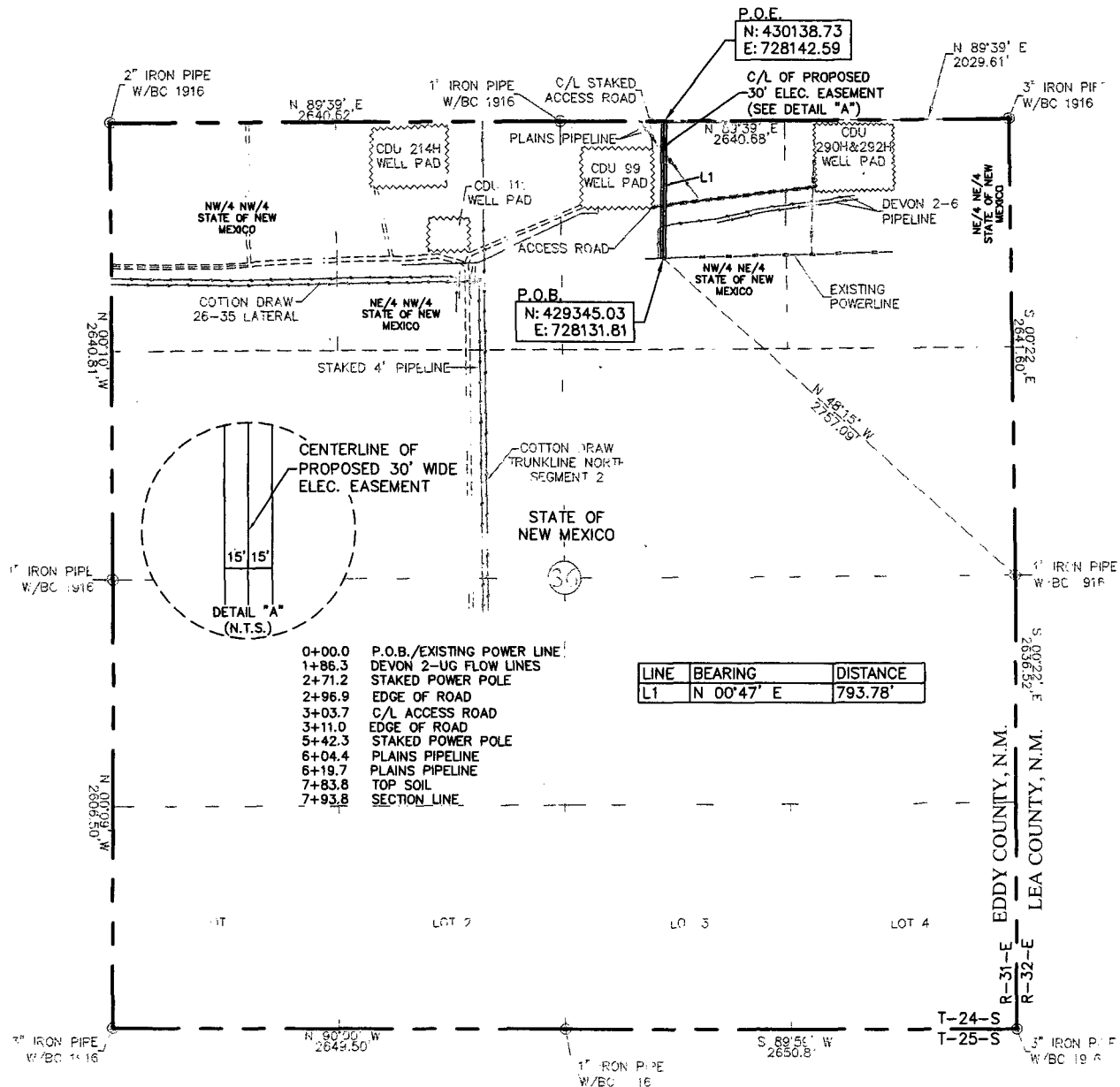


DEVON ENERGY PRODUCTION COMPANY, L.P.
COTTON DRAW UNIT 294H
LOCATED 230 FT. FROM THE SOUTH LINE
AND 1905 FT. FROM THE EAST LINE OF
SECTION 25, TOWNSHIP 24 SOUTH,
RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

MAY 4, 2016

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 CARLSBAD, NEW MEXICO SURVEY NO. 4654

EXHIBIT "A"
PAGE 1 of 2
ELECTRIC LINE PLAT
SECTION 36, T24S-R31E, N.M.P.M.
EDDY COUNTY, NEW MEXICO



SECTION 36, T24S-R31E, N.M.P.M.,
EDDY COUNTY, NEW MEXICO

ELECTRIC LINE PLAT
LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

STATE OF NEW MEXICO

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the northwest quarter of the northeast quarter (NW ¼, NE ¼) of Section 36, Township 24 South, Range 31 East, N.M.P.M., Eddy County, New Mexico, and being out of a parcel of land owned by the State of New Mexico. Said centerline of easement being more particularly described as follows:

Commencing from a 1" iron pipe w/ BC1916 found for the east quarter corner of Section 36, T24S-R31E, N.M.P.M., Eddy County, New Mexico;

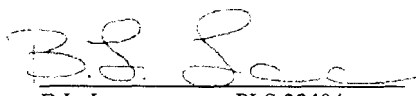
Thence N 48°15' W a distance of 2757.09' to the **Point of Beginning** of this easement having coordinates of Northing=429345.03, Easting=728131.81 feet and continuing the following course;

Thence N 00°47' E, a distance of 793.78' to the **Point of Ending** having coordinates of Northing=430138.73, Easting=728142.59 feet, from said point a 3" iron pipe w/ BC1916 found for the northeast corner of Section 36, T24S-R31E, N.M.P.M., Eddy County, New Mexico bears N 89°39' E a distance of 2029.61', covering **793.78' or 48.11 rods** and having an area of **0.55 acres**.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

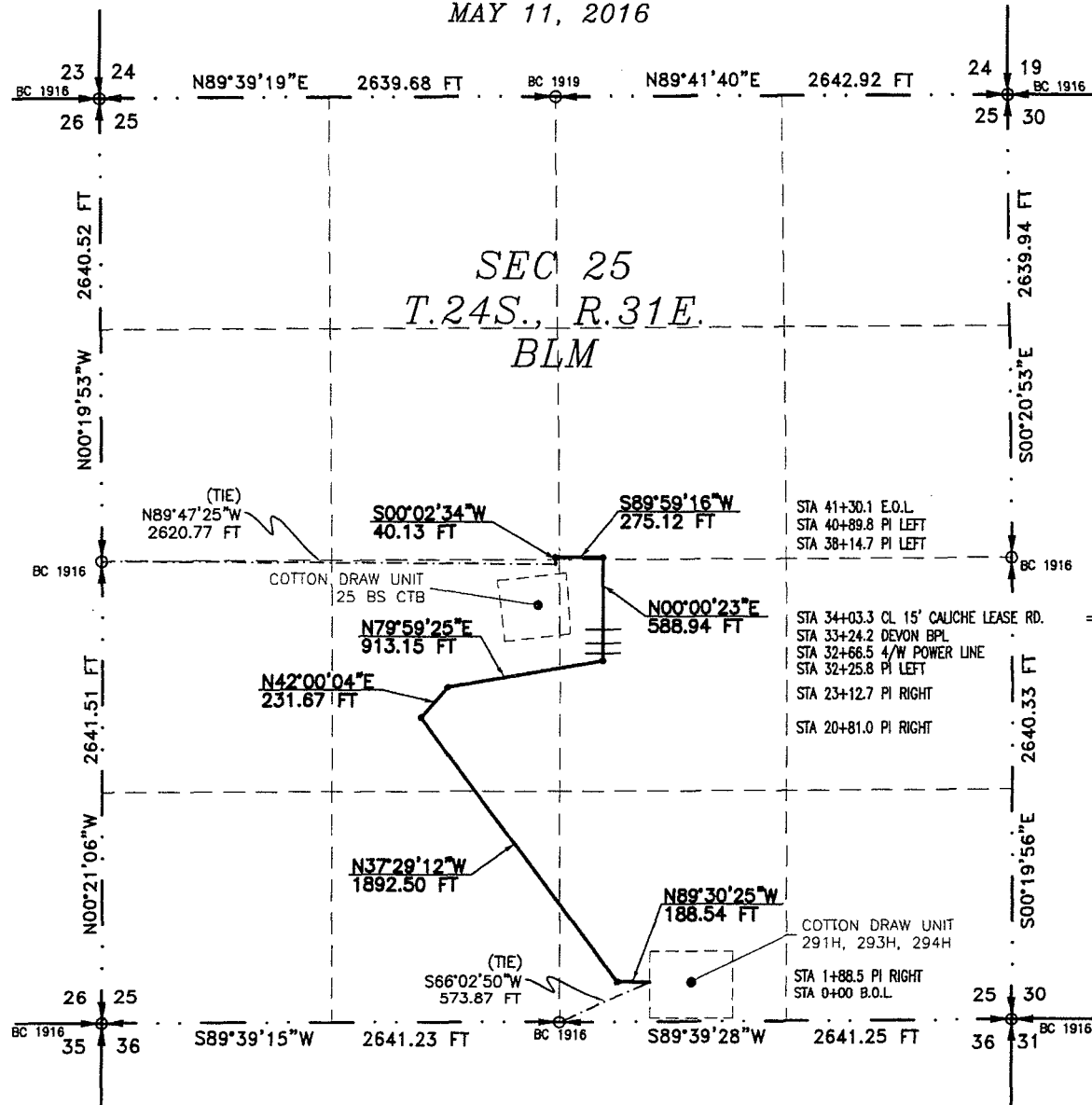

B.L. Laman PLS 22404
Date Signed: 06/02/2016
Horizon Row, LLC
571 State Street, Jasper, TX
(409) 202-5111 75951
Employee of Horizon Row, LLC



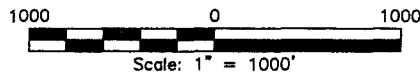
FLOWLINE PLAT (400654XYZ)

6" GAS LIFT LINE & 6" FLOWLINE FROM THE COTTON DRAW UNIT 291H, 293H, & 294H TO THE COTTON DRAW UNIT 25 BS CTB

DEVON ENERGY PRODUCTION COMPANY, L.P.
CENTERLINE SURVEY OF A PIPELINE CROSSING
SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
MAY 11, 2016



SEE NEXT SHEET (2-4) FOR DESCRIPTION



GENERAL NOTES

- 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.
- 2.) BASIS OF BEARING IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.

SURVEYOR CERTIFICATE

I, FILMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD, NEW MEXICO, THIS 19 DAY OF MAY 2016

[Signature]
FILMON F. JARAMILLO (P.S. 12797)

MADRON SURVEYING, INC.
301 SOUTH CANAL
CARLSBAD, NEW MEXICO 88220
Phone (575) 234-3341

SHEET: 1-4

MADRON SURVEYING, INC. CARLSBAD, NEW MEXICO

SURVEY NO. 4685

FLOWLINE PLAT (400654XYZ)

6" GAS LIFT LINE & 6" FLOWLINE FROM THE COTTON DRAW UNIT 291H, 293H, & 294H TO THE
COTTON DRAW UNIT 25 BS CTB

DEVON ENERGY PRODUCTION COMPANY, L.P.
CENTERLINE SURVEY OF A PIPELINE CROSSING
SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
MAY 11, 2016

DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE SW/4 SE/4 OF SAID SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE SOUTH QUARTER CORNER OF SAID SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS S66°02'50"W, A DISTANCE OF 573.87 FEET;

THENCE N89°30'25"W A DISTANCE OF 188.54 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;

THENCE N37°29'12"W A DISTANCE OF 1892.50 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;

THENCE N42°00'04"E A DISTANCE OF 231.67 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;

THENCE N79°59'25"E A DISTANCE OF 913.15 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;

THENCE N00°00'23"E A DISTANCE OF 588.94 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;

THENCE S89°59'16"W A DISTANCE OF 275.12 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED;

THENCE S00°02'34"W A DISTANCE OF 40.13 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE WEST QUARTER CORNER OF SAID SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS N89°47'25"W, A DISTANCE OF 2620.77 FEET;

SAID STRIP OF LAND BEING 4130.05 FEET OR 250.31 RODS IN LENGTH, CONTAINING 2.844 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

SW/4 SE/4	747.48 L.F.	45.30 RODS	0.515 ACRES
SE/4 SW/4	805.80 L.F.	48.84 RODS	0.555 ACRES
NE/4 SW/4	1442.36 L.F.	87.42 RODS	0.993 ACRES
NW/4 SE/4	830.06 L.F.	50.31 RODS	0.572 ACRES
SW/4 NE/4	268.97 L.F.	16.30 RODS	0.185 ACRES
SE/4 NW/4	35.38 L.F.	2.14 RODS	0.024 ACRES

SURVEYOR CERTIFICATE

I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD,
NEW MEXICO, THIS 14 DAY OF MAY 2016.

GENERAL NOTES

1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

2.) BASIS OF BEARING IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.

SHEET: 2-4

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 **CARLSBAD, NEW MEXICO**

FILIMON F. JARAMILLO, PLS. 12797

MADRON SURVEYING, INC.
301 SOUTH CANAL
CARLSBAD, NEW MEXICO 88220
Phone (575) 234-3341

SURVEY NO. 4685

6" GAS LIFT LINE & 6" FLOWLINE FROM THE COTTON DRAW UNIT 291H, 293H, & 294H TO THE COTTON DRAW UNIT 25 BS CTB

3550

3535

3531

3500

Drill Hole

Tank

TRAIL

JEEP

STA 41+30.1 E.O.L.

COTTON DRAW UNIT
25 BS CTB

COTTON DRAW UNIT
291H, 293H, 294H

STA 0+00 B.O.L.

Gravel Pit

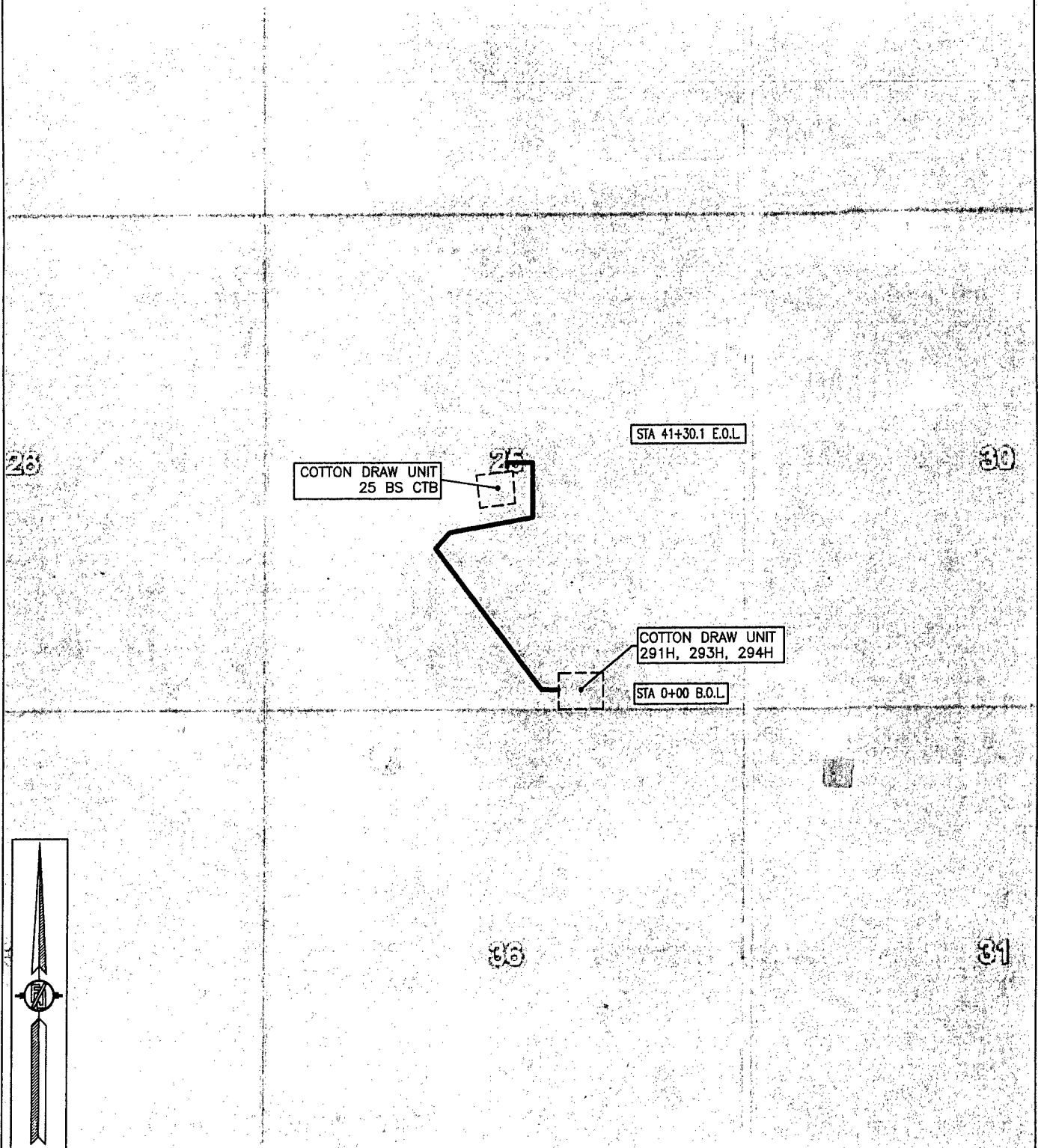
Gravel Pit

North Arrow

FLOWLINE PLAT (400654XYZ)

6" GAS LIFT LINE & 6" FLOWLINE FROM THE COTTON DRAW UNIT 291H, 293H, & 294H TO THE
COTTON DRAW UNIT 25 BS CTB

DEVON ENERGY PRODUCTION COMPANY, L.P.
CENTERLINE SURVEY OF A PIPELINE CROSSING
SECTION 25, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO
MAY 11, 2016

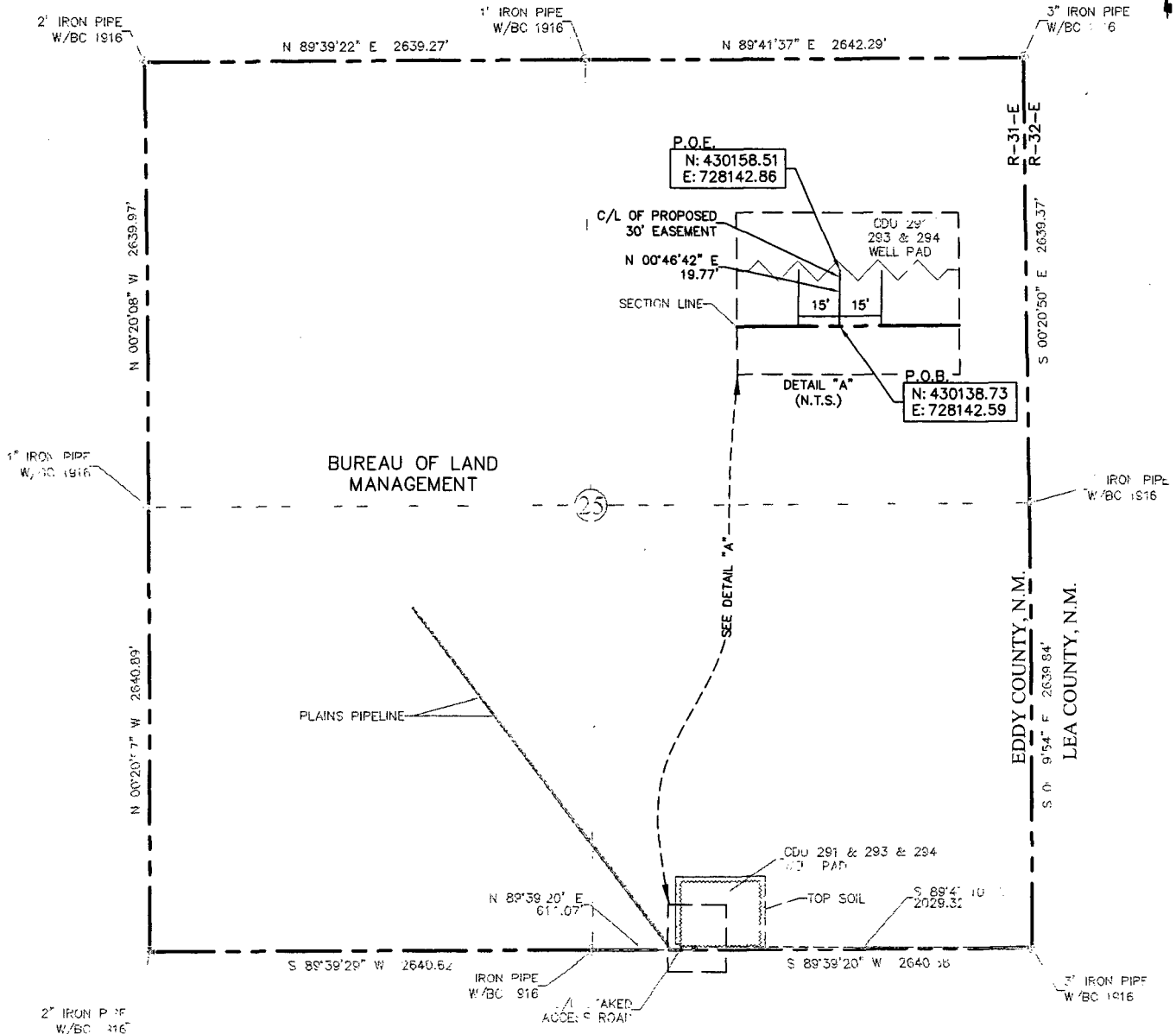


SHEET: 4-4

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 CARLSBAD, NEW MEXICO

SURVEY NO. 4685

EXHIBIT "A"
PAGE 1 of 4
ELECTRIC LINE PLAT
SECTION 25, T24S-R31E, N.M.P.M.
EDDY COUNTY, NEW MEXICO



7+93.8 SECTION LINE
8+13.6 P.O.E./CDU 291 & 293 & 294 WELL PAD

30' EASEMENT AREA = 0.014 ACRE(S)
19.77 FEET OR 1.20 RODS

SEE THE ATTACHED LEGAL DESCRIPTION

Note: All bearings recited herein are based on the New Mexico State Plane Coordinate System, NAD 83, New Mexico East Zone 3001, US Survey Feet, all distances are grid.

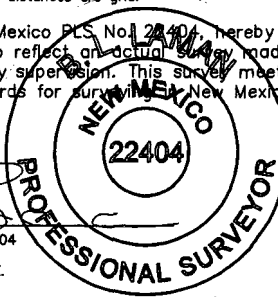
I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

LEGEND

• POWER POLE

0 1000 2000

B.L. Laman PLS #22404
Date Signed: 06-02-2016
571 State Street, Jasper, TX.
(409) 202-5111 75951
Employee of Horizonrow, LLC



HORIZON ROW LLC

Drawn for:

devon

Drawn by:
CHRIS MAAS

Date: 05/24/2016

DEVON ENERGY PRODUCTION COMPANY, L.P.

CDU 291 & 293 & 294
PAD CONNECT ELECTRIC LINE

PROPOSED 30' EASEMENT
ON THE PROPERTY OF
BUREAU OF LAND MANAGEMENT
SECTION 25, T24S-R31E, N.M.P.M.

LINE NUMBER:
EL7831

WBS NUMBER:
CC-112971.AL

SCALE:
1" = 1000'

REVISIONS:

SHEET:
1 OF 4

SECTION 25, T24S-R31E, N.M.P.M.,
EDDY COUNTY, NEW MEXICO

ELECTRIC LINE
LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

BUREAU OF LAND MANAGEMENT

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the southeast quarter (SE ¼) of Section 25, Township 24 South, Range 31 East, N.M.P.M., Eddy County, New Mexico, and being out of a parcel of land owned by the Bureau of Land Management. Said centerline of easement being more particularly described as follows:

Commencing from a 1" iron pipe w/ BC1916 found for the south quarter corner of Section 25, T24S-R31E, N.M.P.M., Eddy County, New Mexico;

Thence N 89°39'20" E a distance of 611.07' to the **Point of Beginning** of this easement having coordinates of Northing=430138.73, Easting=728142.59 feet and continuing the following course;

Thence N 00°46'42" E, a distance of 19.77' to the **Point of Ending** having coordinates of Northing=430158.51, Easting=728142.86 feet, from said point a 3" iron pipe w/ BC1916 found for the southeast corner of Section 25, T24S-R31E, N.M.P.M., Eddy County, New Mexico bears S 89°47'10" E a distance of 2029.32', covering **19.77' or 1.20 rods** and having an area of **0.014 acres**.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.



B.L. Laman PLS 22404
Date Signed: 06/02/2016
Horizon Row, LLC
571 State Street, Jasper, TX
(903) 388-3045 75951
Employee of Horizon Row, LLC



EXHIBIT "A"

PAGE 3 of 4

TRAIL

JEOP

BUREAU OF LAND MANAGEMENT

CDU 291 & 294 & 294 PAD CONNECT ELECTRIC LINE

STATE OF NEW MEXICO

EDDY COUNTY, N.M.

LEA COUNTY, N.M.

Gravel Pit

Drill Hole

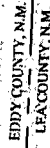
Oil Well

SECTION 36, T24S-R31E, N.M.P.M.
SECTION 25, T24S-R31E, N.M.P.M.
EDDY COUNTY, NEW MEXICO




SHEET:
3 OF 4

—



SECTION 36, T24S-R31E, N.M.P.M.
SECTION 25, T24S-R31E, N.M.P.M.
EDDY COUNTY, NEW MEXICO

HORIZON ROW LLC		Drawn for:  devon	LINE NUMBER: EL7831
DEVON ENERGY PRODUCTION CO., L.P.			WBS NUMBER: CC-112971.AL
PROPOSED 30' EASEMENT			SCALE: 1" = 2000'
Drawn by: CHRIS MAAS	Date: 05/24/2016		REVISIONS:
			SHEET: 4 OF 4

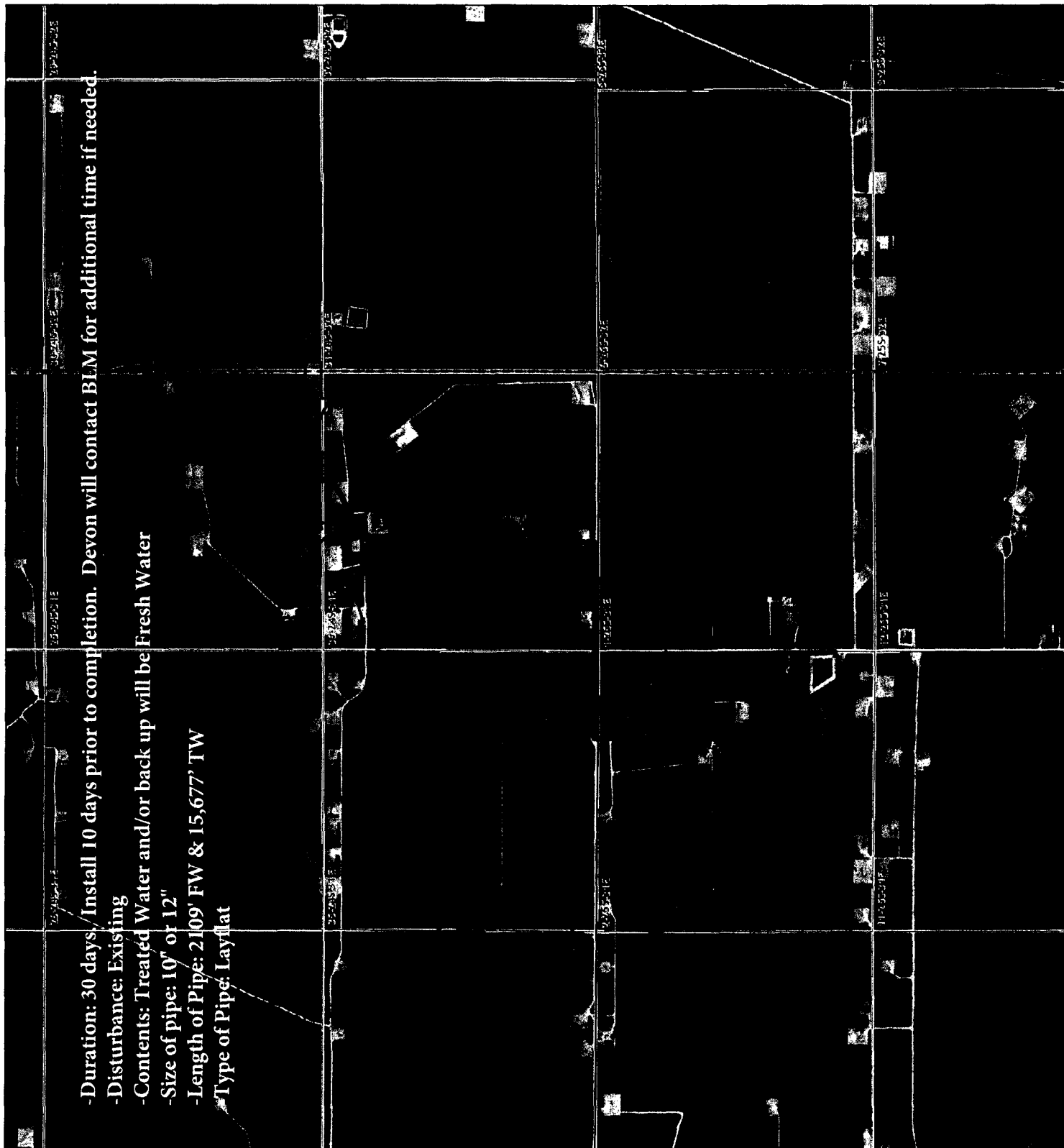
This map is for illustrative purposes only and is neither a legally recorded map nor survey and is not intended to be used as one. Devon makes no warranty, representation, or guarantee of any kind regarding this map.

WGS_1984_Web_Mercator_Auxiliary_Sphere
Prepared by:
Map is current as of: 21-Jun-2016



Miles		
0	0.14	0.56
		1:28,457

- Duration: 30 days. Install 10 days prior to completion. Devon will contact BLM for additional time if needed.
- Disturbance: Existing
- Contents: Treated Water and/or back up will be Fresh Water
- Size of pipe: 10" or 12"
- Length of Pipe: 2109' FW & 15,677' TW
- Type of Pipe: Layflat



**PECOS DISTRICT
DRILLING OPERATIONS
CONDITIONS OF APPROVAL**

HOBBS OGD
MAR 15 2017
RECEIVED

OPERATOR'S NAME:	Devon Energy Production Company
LEASE NO.:	NMNM012121
WELL NAME & NO.:	294H- Cotton Draw Unit
SURFACE HOLE FOOTAGE:	230'/S & 1905'/E
BOTTOM HOLE FOOTAGE:	290'/N & 2625'/E
LOCATION:	Section 25, T.24 S., R.31 E., NMPM
COUNTY:	Eddy County, New Mexico

Unit Wells

The well sign for a unit well shall include the unit number in addition to the surface and bottom hole lease numbers. This also applies to participating area numbers. If a participating area has not been established, the operator can use the general unit designation, but will replace the unit number with the participating area number when the sign is replaced.

Commercial Well Determination

A commercial well determination shall be submitted after production has been established for at least six months.

A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

☒ **Lea County**

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240,
(575) 393-3612

1. Hydrogen Sulfide (H₂S) monitors shall be installed prior to drilling out the surface shoe. If H₂S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.
2. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval. **If the drilling rig is removed without approval – an Incident of Non-Compliance will be written and will be a “Major” violation.**

3. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works is located, this does not include the dog house or stairway area.
4. **The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.**

B. CASING

Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.).

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

Wait on cement (WOC) for Water Basin:

After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. **DURING THIS WOC TIME, NO DRILL PIPE, ETC. SHALL BE RUN IN THE HOLE. See individual casing strings for details regarding lead cement slurry requirements.**

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

Possibility of water flows in the Castile and Salado.

Possibility of lost circulation in Rustler, Delaware and Red Beds.

1. **The 13-3/8 inch surface casing shall be set at approximately 730 feet (in a competent bed below the Magenta Dolomite, which is a Member of the Rustler, and if salt is encountered, set casing at least 25 feet above the salt) and cemented to the surface. Additional cement maybe required.**
 - a. **If cement does not circulate to the surface, the appropriate BLM office shall**

Option 2:

- ☒ Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification. **Additional cement may be required – excess calculates to 15%.**
- 4. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

C. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
2. Variance approved to use flex line from BOP to choke manifold. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. **Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.** If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).
3. **Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 3000 (3M) psi.**
 - a. **Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.**
 - b. **If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.**
 - c. **Manufacturer representative shall install the test plug for the initial BOP test.**

- d. **Operator shall perform the intermediate casing integrity test to 70% of the casing burst. This will test the multi-bowl seals.**
 - e. **If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.**
4. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
- a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. The tests shall be done by an independent service company utilizing a test plug **not a cup or J-packer.**
 - c. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
 - d. The results of the test shall be reported to the appropriate BLM office.
 - e. All tests are required to be recorded on a calibrated test chart. **A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.**
 - f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.

D. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

E. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

HOBBS OCD
MAR 16 2017
RECEIVED

OPERATOR'S NAME:	Devon Energy Production Company
LEASE NO.:	NMNM012121
WELL NAME & NO.:	294H- Cotton Draw Unit
SURFACE HOLE FOOTAGE:	230'/S & 1905'/E
BOTTOM HOLE FOOTAGE:	290'/N & 2625'/E
LOCATION:	Section 25, T.24 S., R.31 E., NMPM
COUNTY:	Eddy County, New Mexico

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

- ☐ **General Provisions**
- ☐ **Permit Expiration**
- ☐ **Archaeology, Paleontology, and Historical Sites**
- ☐ **Noxious Weeds**
- ☒ **Special Requirements**
 - BLM is Not approving any Waterline with this APD**
 - Lesser Prairie-Chicken Timing Stipulations
 - Below Ground-level Abandoned Well Marker
 - Avian Protection
 - Range
- ☐ **Construction**
 - Notification
 - Topsoil
 - Closed Loop System
 - Federal Mineral Material Pits
 - Well Pads
 - Roads
- ☐ **Road Section Diagram**
- ☒ **Production (Post Drilling)**
 - Well Structures & Facilities
 - Pipelines
 - Electric Lines
- ☐ **Interim Reclamation**
- ☐ **Final Abandonment & Reclamation**

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

The BLM is Not Approving Any what line with this APD!!!

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Below Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

This authorization is subject to your Certificate of Participation and/or Certificate of Inclusion under the New Mexico Candidate Conservation Agreement. Because it involves surface disturbing activities covered under your Certificate, your Habitat Conservation Fund Account with the Center of Excellence for Hazardous Materials Management (CEHMM) will be debited according to Exhibit B Part 2 of the Certificate of Participation.

Avian Protection

Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all power line structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. The holder without liability or expense shall make such modifications and/or additions to the United States.

During construction, the proponent shall minimize disturbance to existing fences, water lines, troughs, windmills, and other improvements on public lands. The proponent is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the grazing permittee/allottee prior to disturbing any range improvement projects. When necessary

to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS**Road Width**

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

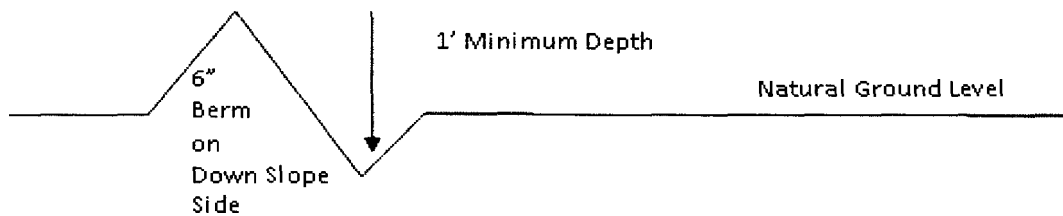
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

$$400 \text{ foot road with } 4\% \text{ road slope: } \frac{400'}{4\%} + 100' = 200' \text{ lead-off ditch interval}$$

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

1. Salvage topsoil
2. Construct road

3. Redistribute topsoil
4. Revegetate slopes

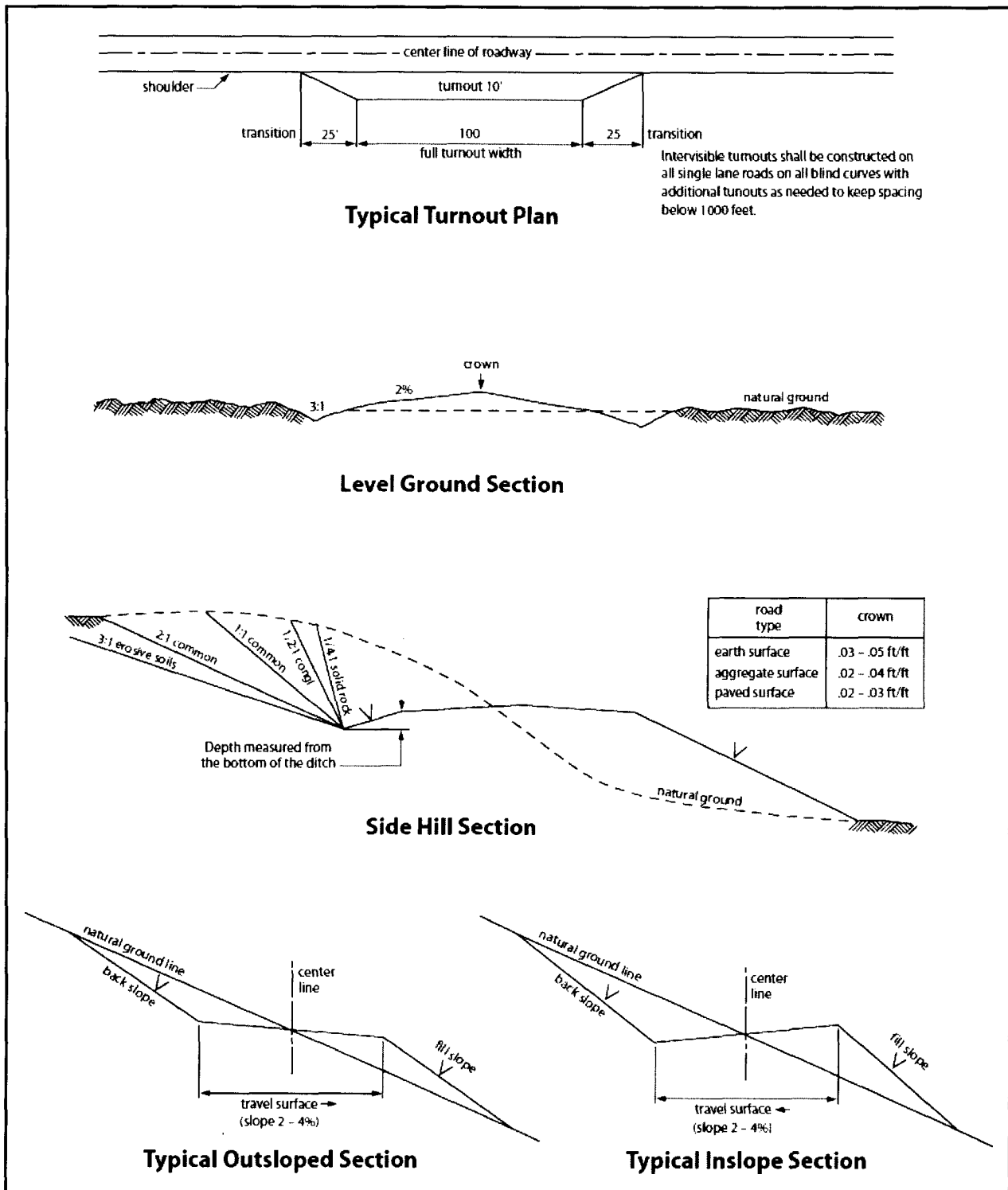


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of

the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-of-way.

6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.

7. The maximum allowable disturbance for construction in this right-of-way will be 30 feet:

- Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed 20 feet. The trench is included in this area. (*Blading is defined as the complete removal of brush and ground vegetation.*)
- Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (*Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.*)
- The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (*Compressing can be caused by vehicle tires, placement of equipment, etc.*)

8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately 6 inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.

9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

- | | |
|--|--|
| <input type="checkbox"/> seed mixture 1 | <input type="checkbox"/> seed mixture 3 |
| <input type="checkbox"/> seed mixture 2 | <input type="checkbox"/> seed mixture 4 |
| <input checked="" type="checkbox"/> seed mixture 2/LPC | <input type="checkbox"/> Aplomado Falcon Mixture |

13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2.

14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

18. Escape Ramps - The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

19. Special Stipulations:

Lesser Prairie-Chicken

Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities

that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

This authorization is subject to your Certificate of Participation and/or Certificate of Inclusion under the New Mexico Candidate Conservation Agreement. Because it involves surface disturbing activities covered under your Certificate, your Habitat Conservation Fund Account with the Center of Excellence for Hazardous Materials Management (CEHMM) will be debited according to Exhibit B Part 2 of the Certificate of Participation.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
3. The holder agrees to indemnify the United States against any liability arising from the

release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.

5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006 . The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

6. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.

8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.

9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends

service to an active, adjoining facility or facilities.

10. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

This authorization is subject to your Certificate of Participation and/or Certificate of Inclusion under the New Mexico Candidate Conservation Agreement. Because it involves surface disturbing activities covered under your Certificate, your Habitat Conservation Fund Account with the Center of Excellence for Hazardous Materials Management (CEHMM) will be debited according to Exhibit B Part 2 of the Certificate of Participation.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Below Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

Seed Mixture for LPC Sand/Shinnery Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

<u>Species</u>	<u>lb/acre</u>
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	3lbs/A
Big Bluestem	6lbs/A
Plains Coreopsis	2lbs/A
Sand Dropseed	1lbs/A

*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed