

NM OIL CONSERVATION  
ARTESIA DISTRICT

ooc Artesia  
MAR 20 2017

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

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NMNM89055-012121-SHL	
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name	
2. Name of Operator DEVON ENERGY PRODUCTION COMPANY LP		7. If Unit or CA Agreement, Name and No.	
3a. Address 333 West Sheridan Avenue Oklahoma City OK		8. Lease Name and Well No. COTTON DRAW UNIT 291H	
3b. Phone No. (include area code) (405)552-6571		9. API Well No. 30-015-44106	
4. Location of Well (Report location clearly and in accordance with any State requirements.) At surface SWSE / 230 FSL / 1845 FEL / LAT 32.1817207 / LONG -103.7289308 At proposed prod. zone NENE / 290 FNL / 1125 FEL / LAT 32.1948055 / LONG -103.726608		10. Field and Pool, or Exploratory PADUCA / BONE SPRING 96641	
11. Sec., T. R. M. or Blk. and Survey or Area SEC 25 / T24S / R31E / NMP		12. County or Parish EDDY	
13. State NM		14. Distance in miles and direction from nearest town or post office* 19 miles	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 230 feet	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.	19. Proposed Depth 10500 feet / 15064 feet	20. BLM/BIA Bond No. on file FED: CO1104	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3514 feet	22. Approximate date work will start* 04/15/2017	23. Estimated duration 45 days	

24. Attachments

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

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- 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 07/07/2016
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		
Office CARLSBAD		

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

RWP  
3-21-2017

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) 748-9720  
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

<sup>1</sup> API Number <b>30-015-44106</b>	<sup>2</sup> Pool Code 96641	<sup>3</sup> Pool Name Paduce; Bone Spring, (O)
<sup>4</sup> Property Code 300635	<sup>5</sup> Property Name COTTON DRAW UNIT	<sup>6</sup> Well Number 291H
<sup>7</sup> OGRID No. 6137	<sup>8</sup> Operator Name DEVON ENERGY PRODUCTION COMPANY, L.P.	<sup>9</sup> Elevation 3513.8

<sup>10</sup> 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	1845	EAST	EDDY

<sup>11</sup> 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
A	25	24 S	31 E		290	NORTH	1125	EAST	EDDY

<sup>12</sup> Dedicated Acres 160.00	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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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</p> <p>NMSP EAST (FT) N = 435400.01 E = 724859.42</p> <p>W Q CORNER SEC. 25 LAT. = 32.1883435°N LONG. = 103.7400437°W</p> <p>NMSP EAST (FT) N = 432760.11 E = 724874.69</p> <p>SW CORNER SEC. 25 LAT. = 32.1810840°N LONG. = 103.7400384°W</p> <p>NMSP EAST (FT) N = 430119.23 E = 724890.89</p> <p>S89°39'15"W 2641.23 FT</p>		<p>N89°41'48"E 2642.65 FT</p> <p>N Q CORNER SEC. 25 LAT. = 32.1956038°N LONG. = 103.7315137°W</p> <p>NMSP EAST (FT) N = 435415.99 E = 727498.75</p> <p>BOTTOM OF HOLE LAT. = 32.1948055°N LONG. = 103.7286083°W</p> <p>NMSP EAST (FT) N = 435134.09 E = 729017.80</p> <p>SE CORNER SEC. 25 LAT. = 32.1810900°N LONG. = 103.7229683°W</p> <p>NMSP EAST (FT) N = 430150.94 E = 730172.13</p> <p>S89°39'28"W 2641.25 FT</p>		<p><sup>17</sup> 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@dm.com E-mail Address</p>
<p>NOTE: LATITUDE AND LONGITUDE COORDINATES ARE SHOWN USING THE NORTH AMERICAN DATUM OF 1983 (NAD83) (NAVD83). 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>COTTON DRAW UNIT 291H ELEV. = 3513.8' LAT. = 32.1817207°N (NAD83) LONG. = 103.7289308°W</p> <p>NMSP EAST (FT) N = 430369.98 E = 728326.13</p> <p>PP: 150' FSL, 660' FEL</p> <p>SURFACE LOCATION</p>		<p><sup>18</sup> 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 is true and correct to the best of my belief.</p> <p>FILMON F. JARA MAY 4, 2016 Date of Survey</p> <p>REGISTRATION FELIX F. JARA MILLO, PLS 12797 Certificate Number</p> <p>SURVEY NO. 4652</p>		

APD ID: 10400001999

Submission Date: 07/07/2016

Highlight

All Changes

Operator Name: DEVON ENERGY PRODUCTION COMPANY  
LP

Federal/Indian APD: FED

Well Name: COTTON DRAW UNIT

Well Number: 291H

Well Type: OIL WELL

Well Work Type: Drill

## Application

## Section 1 - General

APD ID: 10400001999

Tie to previous NOS?

Submission Date: 07/07/2016

BLM Office: CARLSBAD

User: Linda Good

Title: Regulatory Compliance

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM89055

Lease Acres: 160

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: DEVON ENERGY PRODUCTION COMPANY LP

Operator letter of designation:

Keep application confidential? YES

## Operator Info

Operator Organization Name: DEVON ENERGY PRODUCTION COMPANY LP

Operator Address: 333 West Sheridan Avenue

Zip: 73102

Operator PO Box:

Operator City: Oklahoma City

State: OK

Operator Phone: (405)552-6571

Operator Internet Address: aletha.dewbre@dvn.com

## Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Well API Number:**

**Field/Pool or Exploratory?** Field and Pool

**Field Name:** PADUCA

**Pool Name:** BONE SPRING

**Is the proposed well in an area containing other mineral resources?** NATURAL GAS,OIL

**Describe other minerals:**

**Is the proposed well in a Helium production area?** N

**Use Existing Well Pad?** NO

**New surface disturbance?**

**Type of Well Pad:** MULTIPLE WELL

**Multiple Well Pad Name:**

**Number:** 291H, 293H, 294H

**Well Class:** HORIZONTAL

**COTTON DRAW UNIT**

**Number of Legs:**

**Well Work Type:** Drill

**Well Type:** OIL WELL

**Describe Well Type:**

**Well sub-Type:** INFILL

**Describe sub-type:**

**Distance to town:** 19 Miles

**Distance to nearest well:** 748 FT

**Distance to lease line:** 230 FT

**Reservoir well spacing assigned acres Measurement:** 160 Acres

**Well plat:** C-102\_COTTON DRAW UNIT 291H\_signed\_06-09-2016.pdf

**Well work start Date:** 04/15/2017

**Duration:** 45 DAYS

### Section 3 - Well Location Table

**Survey Type:** RECTANGULAR

**Describe Survey Type:**

**Datum:** NAD83

**Vertical Datum:** NAVD88

**Survey number:** 4652

**STATE:** NEW MEXICO

**Meridian:** NEW MEXICO PRINCIPAL **County:** EDDY

**Latitude:** 32.1817207

**Longitude:** -103.7289308

**SHL**

**Elevation:** 3514

**MD:** 0

**TVD:** 0

**Leg #: 1**

**Lease Type:** FEDERAL

**Lease #:** NMNM012121

**NS-Foot:** 230

**NS Indicator:** FSL

**EW-Foot:** 1845

**EW Indicator:** FEL

**Twsp:** 24S

**Range:** 31E

**Section:** 25

**Aliquot:** SWSE

**Lot:**

**Tract:**

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

	<b>STATE:</b> NEW MEXICO	<b>Meridian:</b> NEW MEXICO PRINCIPAL	<b>County:</b> EDDY
	<b>Latitude:</b> 32.1817207	<b>Longitude:</b> -103.7289308	
KOP	<b>Elevation:</b> -6413	<b>MD:</b> 9973	<b>TVD:</b> 9927
<b>Leg #: 1</b>	<b>Lease Type:</b> FEDERAL	<b>Lease #:</b> NMNM012121	
	<b>NS-Foot:</b> 234	<b>NS Indicator:</b> FSL	
	<b>EW-Foot:</b> 1154	<b>EW Indicator:</b> FEL	
	<b>Twsp:</b> 24S	<b>Range:</b> 31E	<b>Section:</b> 25
	<b>Aliquot:</b> SESE	<b>Lot:</b>	<b>Tract:</b>
	<b>STATE:</b> NEW MEXICO	<b>Meridian:</b> NEW MEXICO PRINCIPAL	<b>County:</b> EDDY
	<b>Latitude:</b> 32.1817207	<b>Longitude:</b> -103.7289308	
PPP	<b>Elevation:</b> -6986	<b>MD:</b> 15064	<b>TVD:</b> 10500
<b>Leg #: 1</b>	<b>Lease Type:</b> FEDERAL	<b>Lease #:</b> NMNM012121	
	<b>NS-Foot:</b> 150	<b>NS Indicator:</b> FSL	
	<b>EW-Foot:</b> 660	<b>EW Indicator:</b> FEL	
	<b>Twsp:</b> 24S	<b>Range:</b> 31E	<b>Section:</b> 25
	<b>Aliquot:</b> SESE	<b>Lot:</b>	<b>Tract:</b>
	<b>STATE:</b> NEW MEXICO	<b>Meridian:</b> NEW MEXICO PRINCIPAL	<b>County:</b> EDDY
	<b>Latitude:</b> 32.1948055	<b>Longitude:</b> -103.726608	
EXIT	<b>Elevation:</b> -6986	<b>MD:</b> 15064	<b>TVD:</b> 10500
<b>Leg #: 1</b>	<b>Lease Type:</b> FEDERAL	<b>Lease #:</b> NMNM89055	
	<b>NS-Foot:</b> 290	<b>NS Indicator:</b> FNL	
	<b>EW-Foot:</b> 1125	<b>EW Indicator:</b> FEL	
	<b>Twsp:</b> 24S	<b>Range:</b> 31E	<b>Section:</b> 25
	<b>Aliquot:</b> NENE	<b>Lot:</b>	<b>Tract:</b>
	<b>STATE:</b> NEW MEXICO	<b>Meridian:</b> NEW MEXICO PRINCIPAL	<b>County:</b> EDDY
	<b>Latitude:</b> 32.1948055	<b>Longitude:</b> -103.726608	
BHL	<b>Elevation:</b> -6986	<b>MD:</b> 15064	<b>TVD:</b> 10500
<b>Leg #: 1</b>	<b>Lease Type:</b> FEDERAL	<b>Lease #:</b> NMNM89055	
	<b>NS-Foot:</b> 290	<b>NS Indicator:</b> FNL	
	<b>EW-Foot:</b> 1125	<b>EW Indicator:</b> FEL	

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Twsp:** 24S

**Range:** 31E

**Section:** 25

**Aliquot:** NENE

**Lot:**

**Tract:**

### Drilling Plan

## Section 1 - Geologic Formations

**ID:** Surface formation

**Name:** RUSTLER

**Lithology(ies):**

DOLOMITE

**Elevation:** 3514

**True Vertical Depth:** 652

**Measured Depth:** 652

**Mineral Resource(s):**

NONE

**Is this a producing formation?** N

**ID:** Formation 1

**Name:** SALADO

**Lithology(ies):**

SALT

**Elevation:** 2516

**True Vertical Depth:** 998

**Measured Depth:** 998

**Mineral Resource(s):**

NONE

**Is this a producing formation?** N

**ID:** Formation 2

**Name:** TOP SALT

**Lithology(ies):**

SALT

**Elevation:** 2247

**True Vertical Depth:** 1267

**Measured Depth:** 1267

**Mineral Resource(s):**

NONE

**Is this a producing formation?** N

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**ID:** Formation 3

**Name:** BASE OF SALT

**Lithology(ies):**

SALT

**Elevation:** -734

**True Vertical Depth:** 4248

**Measured Depth:** 4248

**Mineral Resource(s):**

NONE

**Is this a producing formation?** N

**ID:** Formation 4

**Name:** DELAWARE

**Lithology(ies):**

SANDSTONE

**Elevation:** -951

**True Vertical Depth:** 4465

**Measured Depth:** 4465

**Mineral Resource(s):**

NATURAL GAS

OIL

**Is this a producing formation?** N

**ID:** Formation 5

**Name:** BELL CANYON

**Lithology(ies):**

SANDSTONE

**Elevation:** -989

**True Vertical Depth:** 4503

**Measured Depth:** 4503

**Mineral Resource(s):**

NATURAL GAS

OIL

**Is this a producing formation?** N

**ID:** Formation 6

**Name:** CHERRY CANYON

**Lithology(ies):**

SANDSTONE

**Elevation:** -1901

**True Vertical Depth:** 5415

**Measured Depth:** 5415

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Mineral Resource(s):**

NATURAL GAS

OIL

**Is this a producing formation?** N

**ID:** Formation 7

**Name:** BRUSHY CANYON

**Lithology(ies):**

SANDSTONE

**Elevation:** -3264

**True Vertical Depth:** 6778

**Measured Depth:** 6778

**Mineral Resource(s):**

NATURAL GAS

OIL

**Is this a producing formation?** N

**ID:** Formation 8

**Name:** BONE SPRING

**Lithology(ies):**

LIMESTONE

**Elevation:** -4851

**True Vertical Depth:** 8365

**Measured Depth:** 8365

**Mineral Resource(s):**

NATURAL GAS

OIL

**Is this a producing formation?** N

**ID:** Formation 9

**Name:** BONE SPRING 1ST

**Lithology(ies):**

SANDSTONE

**Elevation:** -5946

**True Vertical Depth:** 9460

**Measured Depth:** 9460

**Mineral Resource(s):**

NATURAL GAS

OIL

**Is this a producing formation?** N



**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**ID:** Formation 10

**Name:** BONE SPRING 2ND

**Lithology(ies):**

SANDSTONE

**Elevation:** -6986

**True Vertical Depth:** 10500

**Measured Depth:** 10500

**Mineral Resource(s):**

NATURAL GAS

OIL

**Is this a producing formation?** Y

## Section 2 - Blowout Prevention

**Pressure Rating (PSI):** 3M

**Rating Depth:** 15064

**Equipment:** BOP/BOPE will be installed per Onshore Oil & Gas Order #2 requirements prior to drilling below 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. BOP/BOPE will be tested by an independent service company per Onshore Oil & Gas Order #2 requirements and MASP (Maximum Anticipated Surface Pressure) calculations. If the system is upgraded, all the components installed will be functional and tested.

**Requesting Variance?** YES

**Variance request:** A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

**Testing Procedure:** 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.

**Choke Diagram Attachment:**

3M BOPE Double Ram and CLS Schem -Use\_06-08-2016.pdf

**BOP Diagram Attachment:**

3M BOPE Double Ram and CLS Schem -Use\_06-08-2016.pdf

**Pressure Rating (PSI):** 3M

**Rating Depth:** 4300

**Equipment:** BOP/BOPE will be installed per Onshore Oil & Gas Order #2 requirements prior to drilling below 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. BOP/BOPE will be tested by an independent service company per Onshore Oil & Gas Order #2 requirements and MASP (Maximum Anticipated Surface Pressure) calculations. If the system is upgraded, all the components installed will be functional and tested.

**Requesting Variance?** YES

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Variance request:** A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

**Testing Procedure:** 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.

**Choke Diagram Attachment:**

3M BOPE Double Ram and CLS Schem -Use\_06-08-2016.pdf

**BOP Diagram Attachment:**

3M BOPE Double Ram and CLS Schem -Use\_06-08-2016.pdf

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### Section 3 - Casing

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**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**String Type:** INTERMEDIATE

**Other String Type:**

**Hole Size:** 12.25

**Top setting depth MD:** 0

**Top setting depth TVD:** 0

**Top setting depth MSL:** 3514

**Bottom setting depth MD:** 4300

**Bottom setting depth TVD:** 4300

**Bottom setting depth MSL:** -786

**Calculated casing length MD:** 4300

**Casing Size:** 9.625

**Other Size**

**Grade:** J-55

**Other Grade:**

**Weight:** 40

**Joint Type:** LTC

**Other Joint Type:**

**Condition:** NEW

**Inspection Document:**

**Standard:** API

**Spec Document:**

**Tapered String?:** N

**Tapered String Spec:**

### **Safety Factors**

**Collapse Design Safety Factor:** 1.19

**Burst Design Safety Factor:** 1.42

**Joint Tensile Design Safety Factor type:** BUOYANT

**Joint Tensile Design Safety Factor:** 3.98

**Body Tensile Design Safety Factor type:** BUOYANT

**Body Tensile Design Safety Factor:** 3.98

**Casing Design Assumptions and Worksheet(s):**

Intermediate Casing Assumptions\_CDU\_06-20-2016.pdf

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**String Type:** PRODUCTION

**Other String Type:**

**Hole Size:** 8.75

**Top setting depth MD:** 0

**Top setting depth TVD:** 0

**Top setting depth MSL:** 3514

**Bottom setting depth MD:** 15064

**Bottom setting depth TVD:** 10500

**Bottom setting depth MSL:** -6986

**Calculated casing length MD:** 15064

**Casing Size:** ~~5.0~~ 5 1/2

**Other Size**

**Grade:** P-110

**Other Grade:**

**Weight:** 17

**Joint Type:** BUTT

**Other Joint Type:**

**Condition:** NEW

**Inspection Document:**

**Standard:** API

**Spec Document:**

**Tapered String?:** N

**Tapered String Spec:**

### Safety Factors

**Collapse Design Safety Factor:** 1.7

**Burst Design Safety Factor:** 2.11

**Joint Tensile Design Safety Factor type:** BUOYANT

**Joint Tensile Design Safety Factor:** 2.51

**Body Tensile Design Safety Factor type:** BUOYANT

**Body Tensile Design Safety Factor:** 2.51

**Casing Design Assumptions and Worksheet(s):**

Production Casing Assumptions\_CDU\_06-20-2016.pdf

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

\* See  
CDA

**String Type:** SURFACE

**Other String Type:**

**Hole Size:** 17.5

**Top setting depth MD:** 0

**Top setting depth TVD:** 0

**Top setting depth MSL:** 3514

**Bottom setting depth MD:** ~~680~~ 730

**Bottom setting depth TVD:** ~~680~~ 730

**Bottom setting depth MSL:** 2834

**Calculated casing length MD:** ~~680~~ 730

**Casing Size:** 13.375

**Other Size**

**Grade:** H-40

**Other Grade:**

**Weight:** 48

**Joint Type:** STC

**Other Joint Type:**

**Condition:** NEW

**Inspection Document:**

**Standard:** API

**Spec Document:**

**Tapered String?:** N

**Tapered String Spec:**

### Safety Factors

**Collapse Design Safety Factor:** 1.74

**Burst Design Safety Factor:** 2.45

**Joint Tensile Design Safety Factor type:** BUOYANT

**Joint Tensile Design Safety Factor:** 4.13

**Body Tensile Design Safety Factor type:** BUOYANT

**Body Tensile Design Safety Factor:** 4.13

**Casing Design Assumptions and Worksheet(s):**

Surface Casing Assumptions\_CDU\_06-20-2016.pdf

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### Section 4 - Cement

**Casing String Type:** SURFACE

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Stage Tool Depth:**

Lead

**Top MD of Segment:** 0

**Bottom MD Segment:** 680

**Cement Type:** Class C

**Additives:** 1% Calcium Chloride

**Quantity (sks):** 560

**Yield (cu.ff./sk):** 1.34

**Density:** 14.8

**Volume (cu.ft.):** 750

**Percent Excess:** 50

**Casing String Type:** INTERMEDIATE

**Stage Tool Depth:**

Lead

**Top MD of Segment:** 0

**Bottom MD Segment:** 3300

**Cement Type:** Class C

**Additives:** Pox (Fly Ash) 6% BWOC  
Bentonite + 5% BWOW Sodium  
Chloride + 0.125 lbs/sack Poly-E-Flake

**Quantity (sks):** 700

**Yield (cu.ff./sk):** 1.85

**Volume (cu.ft.):** 1295

**Percent Excess:** 30

~~Tail~~ **Density:** 12.9

**Top MD of Segment:** 3300

**Bottom MD Segment:** 4300

**Cement Type:** Class C

**Quantity (sks):** 320

**Yield (cu.ff./sk):** 1.33

**Additives:** 0.125 lbs/sack Poly-E-Flake

**Volume (cu.ft.):** 426

**Percent Excess:** 30

**Density:** 14.8

**Casing String Type:** PRODUCTION

**Stage Tool Depth:**

Lead

**Top MD of Segment:** 4100

**Bottom MD Segment:** 10400

**Cement Type:** TUNED

**Additives:** N/A

**Quantity (sks):** 695

**Yield (cu.ff./sk):** 3.27

**Density:** 9

**Volume (cu.ft.):** 2270

**Percent Excess:** 25

Tail

**Top MD of Segment:** 10400

**Bottom MD Segment:** 15064

**Cement Type:** H

**Additives:** Poz (Fly Ash) + 0.5% bwoc  
HALAD-344 + 0.4% bwoc CFR-3 +  
0.2% BWOC HR-601 + 2% bwoc  
Bentonite

**Quantity (sks):** 1130

**Yield (cu.ff./sk):** 1.2

**Volume (cu.ft.):** 1355

**Percent Excess:** 25

**Density:** 14.5

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

## Section 5 - Circulating Medium

**Mud System Type:** Closed

**Will an air or gas system be Used?** NO

**Description of the equipment for the circulating system in accordance with Onshore Order #2:**

**Diagram of the equipment for the circulating system in accordance with Onshore Order #2:**

**Describe what will be on location to control well or mitigate other conditions:** Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

**Describe the mud monitoring system utilized:** PVT/Pason/Visual Monitoring

### Circulating Medium Table

<b>Top Depth:</b> 4300	<b>Bottom Depth:</b> 15064
<b>Mud Type:</b> WATER-BASED MUD	
<b>Min Weight (lbs./gal.):</b> 8.5	<b>Max Weight (lbs./gal.):</b> 9.3
<b>Density (lbs/cu.ft.):</b>	<b>Gel Strength (lbs/100 sq.ft.):</b>
<b>PH:</b>	<b>Viscosity (CP):</b> 12
<b>Filtration (cc):</b>	<b>Salinity (ppm):</b>
<b>Additional Characteristics:</b>	
<b>Top Depth:</b> 0	<b>Bottom Depth:</b> <del>680</del> 730
<b>Mud Type:</b> WATER-BASED MUD	
<b>Min Weight (lbs./gal.):</b> 8.5	<b>Max Weight (lbs./gal.):</b> 9
<b>Density (lbs/cu.ft.):</b>	<b>Gel Strength (lbs/100 sq.ft.):</b>
<b>PH:</b>	<b>Viscosity (CP):</b> 2
<b>Filtration (cc):</b>	<b>Salinity (ppm):</b>
<b>Additional Characteristics:</b>	

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Top Depth:** 680 ~~730~~

**Bottom Depth:** 4300

**Mud Type:** SALT SATURATED

**Min Weight (lbs./gal.):** 10

**Max Weight (lbs./gal.):** 11

**Density (lbs/cu.ft.):**

**Gel Strength (lbs/100 sq.ft.):**

**PH:**

**Viscosity (CP):** 2

**Filtration (cc):**

**Salinity (ppm):**

**Additional Characteristics:**

---

## Section 6 - Test, Logging, Coring

**List of production tests including testing procedures, equipment and safety measures:**

Will run GR/CNL from TD to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.

**List of open and cased hole logs run in the well:**

CBL,CNL,GR,MUDLOG

**Coring operation description for the well:**

NA

## Section 7 - Pressure

**Anticipated Bottom Hole Pressure:** 4914

**Anticipated Surface Pressure:** 2604

**Anticipated Bottom Hole Temperature(F):** 165

**Anticipated abnormal pressures, temperatures, or potential geologic hazards?** NO

**Describe:**

**Contingency Plans geohazards description:**

**Contingency Plans geohazards attachment:**

**Hydrogen Sulfide drilling operations plan required?** YES

**Hydrogen sulfide drilling operations plan:**

H2S Plan\_Cotton Draw Unit 291H\_06-07-2016.pdf



**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

## Section 8 - Other Information

**Proposed horizontal/directional/multi-lateral plan submission:**

CDU 291H\_Directional Plan\_07-26-2016.pdf

**Other proposed operations facets description:**

A Multibowl Wellhead may be used.

**Other proposed operations facets attachment:**

Multi-Bowl Wellhead\_06-24-2016.pdf

Multi-Bowl Verbiage\_3M\_06-24-2016.pdf

**Other Variance attachment:**

H\_P Co-flex hose\_06-08-2016.pdf

SUPD

## Section 1 - Existing Roads

**Will existing roads be used?** YES

**Existing Road Map:**

Existing Access Road\_CDU 291H\_06-08-2016.pdf

**Existing Road Purpose:** ACCESS,FLUID TRANSPORT

**Row(s) Exist?** NO

### ROW ID(s)

**ID:**

**Do the existing roads need to be improved?** YES

**Existing Road Improvement Description:** Improve road to accommodate Drilling and Completion operations

**Existing Road Improvement Attachment:**

## Section 2 - New or Reconstructed Access Roads

**Will new roads be needed?** YES

**New Road Map:**

ACCESS ROAD\_CDU\_294H\_293H\_291H\_P\_06-08-2016.PDF

**New road type:** COLLECTOR,RESOURCE

**Length:** 177

Feet

**Width (ft.):** 16

**Max slope (%):** 6

**Max grade (%):** 4

**Army Corp of Engineers (ACOE) permit required?** NO

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**ACOE Permit Number(s):**

**New road travel width:** 14

**New road access erosion control:** Water drainage ditch

**New road access plan or profile prepared?** YES

**New road access plan attachment:**

ACCESS ROAD\_CDU\_294H\_293H\_291H\_P\_06-08-2016.PDF

**Access road engineering design?** NO

**Access road engineering design attachment:**

**Access surfacing type:** GRAVEL

**Access topsoil source:** ONSITE

**Access surfacing type description:**

**Access onsite topsoil source depth:** 6

**Offsite topsoil source description:**

**Onsite topsoil removal process:** See attached reclamation diagram

**Access other construction information:**

**Access miscellaneous information:**

**Number of access turnouts:**

**Access turnout map:**

### **Drainage Control**

**New road drainage crossing:** OTHER

**Drainage Control comments:** NA

**Road Drainage Control Structures (DCS) description:** NA

**Road Drainage Control Structures (DCS) attachment:**

### **Access Additional Attachments**

**Additional Attachment(s):**

### **Section 3 - Location of Existing Wells**

**Existing Wells Map?** YES

**Attach Well map:**

1Mile Radius Map\_CDU 291H\_06-08-2016.pdf

**Existing Wells description:**

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

## Section 4 - Location of Existing and/or Proposed Production Facilities

**Submit or defer a Proposed Production Facilities plan?** DEFER

**Estimated Production Facilities description:** All flowlines will be buried going to the Cotton Draw Unit 25 CTB.

## Section 5 - Location and Types of Water Supply

### Water Source Table

**Water source use type:** STIMULATION

**Water source type:** RECYCLED

**Describe type:**

**Source latitude:**

**Source longitude:**

**Source datum:**

**Water source permit type:** OTHER

**Source land ownership:** FEDERAL

**Water source transport method:** PIPELINE,TRUCKING

**Source transportation land ownership:** FEDERAL

**Water source volume (barrels):** 150000

**Source volume (acre-feet):** 19.333965

**Source volume (gal):** 6300000

**Water source and transportation map:**

CDU 291H\_Wtr Xfr Map\_rev\_11-21-2016.pdf

**Water source comments:** The attached Water Transfer Map is a proposal only and the final route and documentation will be provided by a Devon contractor prior to installation. When available Devon will always follow existing disturbance.

**New water well?** NO

### New Water Well Info

**Well latitude:**

**Well Longitude:**

**Well datum:**

**Well target aquifer:**

**Est. depth to top of aquifer(ft):**

**Est thickness of aquifer:**

**Aquifer comments:**

**Aquifer documentation:**

**Well depth (ft):**

**Well casing type:**

**Well casing outside diameter (in.):**

**Well casing inside diameter (in.):**

**New water well casing?** NO

**Used casing source:**

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Drilling method:**

**Drill material:**

**Grout material:**

**Grout depth:**

**Casing length (ft.):**

**Casing top depth (ft.):**

**Well Production type:**

**Completion Method:**

**Water well additional information:**

**State appropriation permit:**

**Additional information attachment:**

## **Section 6 - Construction Materials**

**Construction Materials description:** Dirt Fill And Caliche will be used to construct well pad.

**Construction Materials source location attachment:**

## **Section 7 - Methods for Handling Waste**

**Waste type:** DRILLING

**Waste content description:** Water based drill cuttings

**Amount of waste:** 1000 barrels

**Waste disposal frequency :** Daily

**Safe containment description:** All cuttings will be contained within waste vendors haul bins which contain a spill prevention mechanism.

**Safe containmant attachment:**

**Waste disposal type:** HAUL TO COMMERCIAL FACILITY **Disposal location ownership:** PRIVATE

**Disposal type description:**

**Disposal location description:** All cuttings will be disposed at R360, Sundance, or equivalent.

**Waste type:** FLOWBACK

**Waste content description:** Produced water during flowback operations. This amount is a daily average during flowback (BWPB).

**Amount of waste:** 1500 barrels

**Waste disposal frequency :** Daily

**Safe containment description:** Not a required field, no asterisk.

**Safe containmant attachment:**

**Waste disposal type:** ON-LEASE INJECTION **Disposal location ownership:** PRIVATE

**Disposal type description:**

**Disposal location description:** One of three company owned SWD facilities in the area: CDU 181, CDU 89, CDU 84.

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Waste type:** PRODUCED WATER

**Waste content description:** Produced water during production operations. This amount is a daily average during the first year of production (BWPD).

**Amount of waste:** 1000 barrels

**Waste disposal frequency :** Daily

**Safe containment description:** Not a required field, no asterisk.

**Safe containmant attachment:**

**Waste disposal type:** ON-LEASE INJECTION      **Disposal location ownership:** PRIVATE

**Disposal type description:**

**Disposal location description:** One of three company owned SWD facilities in the area: CDU 181, CDU 89, CDU 84.

**Waste type:** COMPLETIONS/STIMULATION

**Waste content description:** Flow back water during completion operations.

**Amount of waste:** 3000 barrels

**Waste disposal frequency :** One Time Only

**Safe containment description:** Not a required field, no asterisk.

**Safe containmant attachment:**

**Waste disposal type:** HAUL TO COMMERCIAL FACILITY      **Disposal location ownership:** COMMERCIAL

**Disposal type description:**

**Disposal location description:** Various disposal locations in Lea and Eddy counties.

## Reserve Pit

**Reserve Pit being used?** NO

**Temporary disposal of produced water into reserve pit?** Y

**Reserve pit length (ft.)**      **Reserve pit width (ft.)**

**Reserve pit depth (ft.)**      **Reserve pit volume (cu. yd.)**

**Is at least 50% of the reserve pit in cut?**

**Reserve pit liner**

**Reserve pit liner specifications and installation description**

## Cuttings Area

**Cuttings Area being used?** NO

**Are you storing cuttings on location?** NO

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Description of cuttings location**

**Cuttings area length (ft.)**

**Cuttings area width (ft.)**

**Cuttings area depth (ft.)**

**Cuttings area volume (cu. yd.)**

**Is at least 50% of the cuttings area in cut?** NO

**WCuttings area liner**

**Cuttings area liner specifications and installation description**

## Section 8 - Ancillary Facilities

**Are you requesting any Ancillary Facilities?:** NO

**Ancillary Facilities attachment:**

**Comments:**

## Section 9 - Well Site Layout

**Well Site Layout Diagram:**

3 Well Pad Rig Location Layout\_Right side\_06-08-2016.pdf

**Comments:**

## Section 10 - Plans for Surface Reclamation

**Type of disturbance:** NEW

**Recontouring attachment:**

Interim Site Reclamation\_06-24-2016.pdf

**Drainage/Erosion control construction:** All areas disturbed shall be reclaimed as early and as nearly as practicable to their original condition or their final land use and shall be maintained to control dust and minimize erosion to the extent practicable.

**Drainage/Erosion control reclamation:** Topsoils and subsoils shall be replaced to their original relative positions and contoured so as to achieve erosion control, long-term stability and preservation of surface water flow patterns. The disturbed area then shall be reseeded in the first favorable growing season.

**Wellpad long term disturbance (acres):** 4.245

**Wellpad short term disturbance (acres):** 4.245

**Access road long term disturbance (acres):** 0.081

**Access road short term disturbance (acres):** 0.081

**Pipeline long term disturbance (acres):** 2.844387

**Pipeline short term disturbance (acres):** 2.844387

**Other long term disturbance (acres):** 0

**Other short term disturbance (acres):** 0

**Total long term disturbance:** 7.1703873

**Total short term disturbance:** 7.1703873

**Reconstruction method:** Operator will use Best Management Practices "BMP" to mechanically recontour to obtain the desired outcome.

**Topsoil redistribution:** Topsoils shall be replaced to their original relative positions and contoured so as to achieve erosion control, long-term stability and preservation of surface water flow patterns.

**Soil treatment:** Operator will use Best Management Practices "BMP" to return soil quality to as practicable to the original

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

condition.

**Existing Vegetation at the well pad:** Grasses and mesquite.

**Existing Vegetation at the well pad attachment:**

**Existing Vegetation Community at the road:** Grasses and mesquite.

**Existing Vegetation Community at the road attachment:**

**Existing Vegetation Community at the pipeline:** Grasses and mesquite.

**Existing Vegetation Community at the pipeline attachment:**

**Existing Vegetation Community at other disturbances:** Grasses and mesquite.

**Existing Vegetation Community at other disturbances attachment:**

**Non native seed used?** NO

**Non native seed description:**

**Seedling transplant description:**

**Will seedlings be transplanted for this project?** NO

**Seedling transplant description attachment:**

**Will seed be harvested for use in site reclamation?** NO

**Seed harvest description:**

**Seed harvest description attachment:**

## **Seed Management**

### **Seed Table**

**Seed type:**

**Seed source:**

**Seed name:**

**Source name:**

**Source address:**

**Source phone:**

**Seed cultivar:**

**Seed use location:**

**PLS pounds per acre:**

**Proposed seeding season:**

### **Seed Summary**

**Total pounds/Acre:**

**Seed Type**

**Pounds/Acre**

**Seed reclamation attachment:**

## **Operator Contact/Responsible Official Contact Info**

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**First Name:** Mark

**Last Name:** Smith

**Phone:** (575)746-5559

**Email:** mark.smith@dvn.com

**Seedbed prep:**

**Seed BMP:**

**Seed method:**

**Existing invasive species?** NO

**Existing invasive species treatment description:**

**Existing invasive species treatment attachment:**

**Weed treatment plan description:** Weeds will be treated on an as needed basis.

**Weed treatment plan attachment:**

**Monitoring plan description:** Monitored as needed.

**Monitoring plan attachment:**

**Success standards:** N/A

**Pit closure description:** Not required, no astrick

**Pit closure attachment:**

## **Section 11 - Surface Ownership**

**Disturbance type:** NEW ACCESS ROAD

**Describe:** All above

**Surface Owner:** BUREAU OF LAND MANAGEMENT

**Other surface owner description:**

**BIA Local Office:**

**BOR Local Office:**

**COE Local Office:**

**DOD Local Office:**

**NPS Local Office:**

**State Local Office:**

**Military Local Office:**

**USFWS Local Office:**

**Other Local Office:**

**USFS Region:**

**USFS Forest/Grassland:**

**USFS Ranger District:**



**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Disturbance type:** EXISTING ACCESS ROAD

**Describe:**

**Surface Owner:** BUREAU OF LAND MANAGEMENT

**Other surface owner description:**

**BIA Local Office:**

**BOR Local Office:**

**COE Local Office:**

**DOD Local Office:**

**NPS Local Office:**

**State Local Office:**

**Military Local Office:**

**USFWS Local Office:**

**Other Local Office:**

**USFS Region:**

**USFS Forest/Grassland:**

**USFS Ranger District:**

**Disturbance type:** WELL PAD

**Describe:**

**Surface Owner:** BUREAU OF LAND MANAGEMENT

**Other surface owner description:**

**BIA Local Office:**

**BOR Local Office:**

**COE Local Office:**

**DOD Local Office:**

**NPS Local Office:**

**State Local Office:**

**Military Local Office:**

**USFWS Local Office:**

**Other Local Office:**

**USFS Region:**

**USFS Forest/Grassland:**

**USFS Ranger District:**

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Disturbance type:** PIPELINE

**Describe:**

**Surface Owner:** BUREAU OF LAND MANAGEMENT

**Other surface owner description:**

**BIA Local Office:**

**BOR Local Office:**

**COE Local Office:**

**DOD Local Office:**

**NPS Local Office:**

**State Local Office:**

**Military Local Office:**

**USFWS Local Office:**

**Other Local Office:**

**USFS Region:**

**USFS Forest/Grassland:**

**USFS Ranger District:**

## Section 12 - Other Information

**Right of Way needed?** NO

**Use APD as ROW?**

**ROW Type(s):**

### ROW Applications

**SUPO Additional Information:** Electric Surveys for BLM and State Flowline Survey

**Use a previously conducted onsite?** NO

**Previous Onsite information:**

### Other SUPO Attachment

CDU 291H\_Electric\_BLM\_12-19-2016.PDF

CDU 291H\_Electric\_STNM\_12-19-2016.PDF

CDU 291H\_Flowline\_12-19-2016.PDF

PWD

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

## **Section 1 - General**

**Would you like to address long-term produced water disposal?** NO

## **Section 2 - Lined Pits**

**Would you like to utilize Lined Pit PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Lined pit PWD on or off channel:**

**Lined pit PWD discharge volume (bbl/day):**

**Lined pit specifications:**

**Pit liner description:**

**Pit liner manufacturers information:**

**Precipitated solids disposal:**

**Describe precipitated solids disposal:**

**Precipitated solids disposal permit:**

**Lined pit precipitated solids disposal schedule:**

**Lined pit precipitated solids disposal schedule attachment:**

**Lined pit reclamation description:**

**Lined pit reclamation attachment:**

**Leak detection system description:**

**Leak detection system attachment:**

**Lined pit Monitor description:**

**Lined pit Monitor attachment:**

**Lined pit: do you have a reclamation bond for the pit?**

**Is the reclamation bond a rider under the BLM bond?**

**Lined pit bond number:**

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Lined pit bond amount:**

**Additional bond information attachment:**

### **Section 3 - Unlined Pits**

**Would you like to utilize Unlined Pit PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Unlined pit PWD on or off channel:**

**Unlined pit PWD discharge volume (bbl/day):**

**Unlined pit specifications:**

**Precipitated solids disposal:**

**Describe precipitated solids disposal:**

**Precipitated solids disposal permit:**

**Unlined pit precipitated solids disposal schedule:**

**Unlined pit precipitated solids disposal schedule attachment:**

**Unlined pit reclamation description:**

**Unlined pit reclamation attachment:**

**Unlined pit Monitor description:**

**Unlined pit Monitor attachment:**

**Do you propose to put the produced water to beneficial use?**

**Beneficial use user confirmation:**

**Estimated depth of the shallowest aquifer (feet):**

**Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?**

**TDS lab results:**

**Geologic and hydrologic evidence:**

**State authorization:**

**Unlined Produced Water Pit Estimated percolation:**

**Unlined pit: do you have a reclamation bond for the pit?**

**Is the reclamation bond a rider under the BLM bond?**

**Unlined pit bond number:**

**Unlined pit bond amount:**

**Additional bond information attachment:**

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

## Section 4 - Injection

**Would you like to utilize Injection PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Injection PWD discharge volume (bbl/day):**

**Injection well mineral owner:**

**Injection well type:**

**Injection well number:**

**Injection well name:**

**Assigned injection well API number?**

**Injection well API number:**

**Injection well new surface disturbance (acres):**

**Minerals protection information:**

**Mineral protection attachment:**

**Underground Injection Control (UIC) Permit?**

**UIC Permit attachment:**

## Section 5 - Surface Discharge

**Would you like to utilize Surface Discharge PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Surface discharge PWD discharge volume (bbl/day):**

**Surface Discharge NPDES Permit?**

**Surface Discharge NPDES Permit attachment:**

**Surface Discharge site facilities information:**

**Surface discharge site facilities map:**

## Section 6 - Other

**Would you like to utilize Other PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Other PWD discharge volume (bbl/day):**

**Other PWD type description:**

**Other PWD type attachment:**

**Have other regulatory requirements been met?**

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**Other regulatory requirements attachment:**

### Bond Info

#### Bond Information

**Federal/Indian APD:** FED

**BLM Bond number:** CO1104

**BIA Bond number:**

**Do you have a reclamation bond?** NO

**Is the reclamation bond a rider under the BLM bond?**

**Is the reclamation bond BLM or Forest Service?**

**BLM reclamation bond number:**

**Forest Service reclamation bond number:**

**Forest Service reclamation bond attachment:**

**Reclamation bond number:**

**Reclamation bond amount:**

**Reclamation bond rider amount:**

**Additional reclamation bond information attachment:**

### Operator Certification

#### Operator Certification

*I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.*

**NAME:** Linda Good

**Signed on:** 06/09/2016

**Title:** Regulatory Compliance Professional

**Street Address:** 333 West Sheridan Avenue

**City:** Oklahoma City

**State:** OK

**Zip:** 73102

**Phone:** (405)552-6558

**Email address:** Linda.Good@dvn.com

#### Field Representative

**Representative Name:** Brad Oates

**Street Address:** 6488 Seven Rivers Hwy

**Operator Name:** DEVON ENERGY PRODUCTION COMPANY LP

**Well Name:** COTTON DRAW UNIT

**Well Number:** 291H

**City:** Artesia

**State:** NM

**Zip:** 88210

**Phone:** (575)748-1810

**Email address:** brad.oates@dvn.com

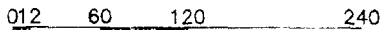
### Payment Info

### Payment

**APD Fee Payment Method:** PAY.GOV

**pay.gov Tracking ID:** 10400001999

NOTE: LATITUDE AND LONGITUDE COORDINATES ARE SHOWN USING THE NORTH AMERICAN DATUM OF 1983 (NAD83) AND (NAD83). 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



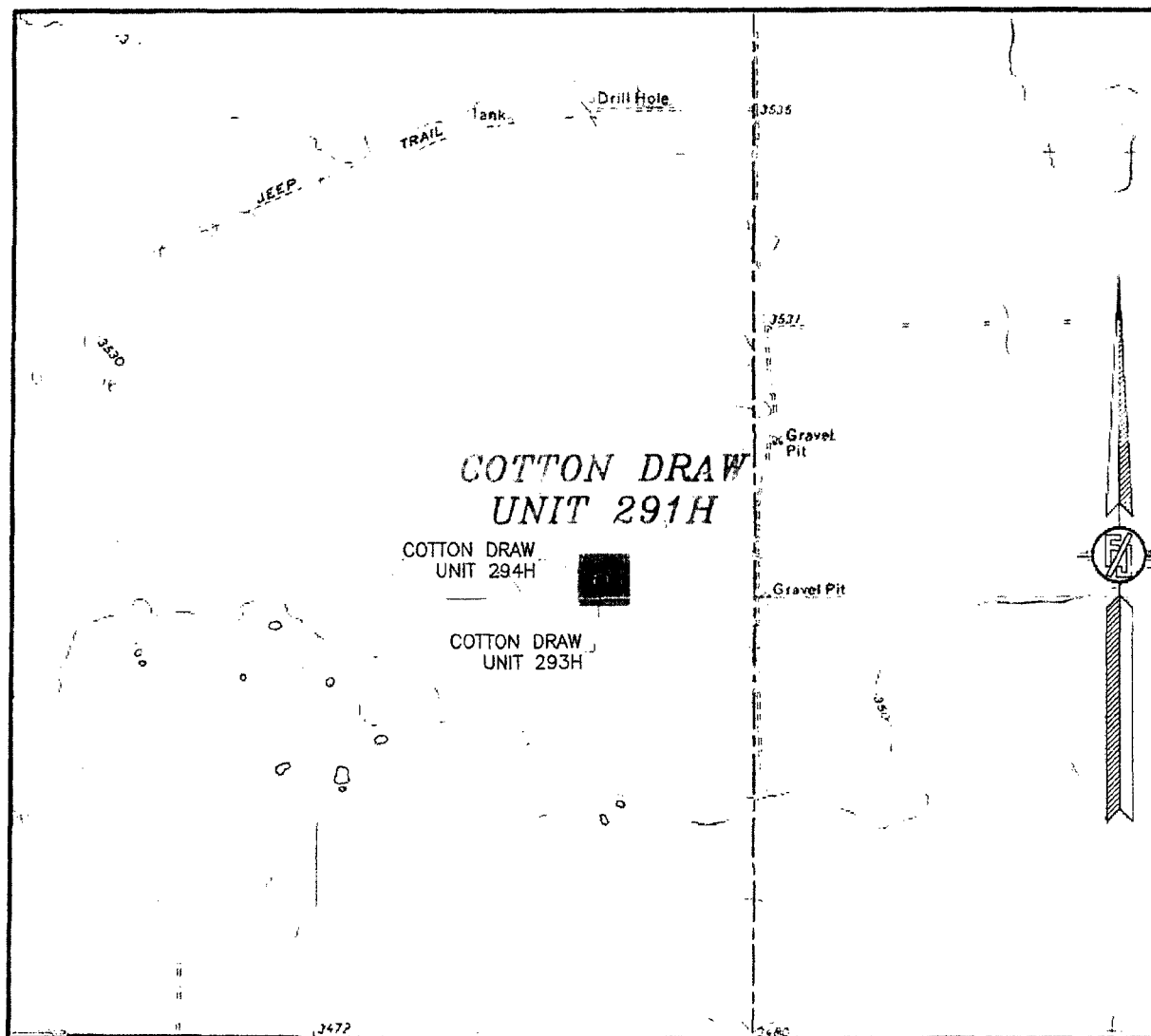
FROM STATE HIGHWAY 128 AND CR 1 (ORLA ROAD) GO SOUTH ON CR 1 5.1 MILES, TURN RIGHT ON CALICHE ROAD (MONSANTO ROAD) AND GO WEST 1.5 MILES, TURN RIGHT ON GO WEST 0.3 OF A MILE, TURN LEFT AND GO WEST 2.0 MILES, TURN RIGHT AND GO NORTH 1.8 MILES, TURN LEFT AND GO WEST 0.3 OF A MILE, TURN RIGHT AND GO NORTH 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 FACS NORTH 178' TO THE SOUTHWEST PAD CORNER FOR THIS LOCATION.

MAY 4, 2016

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  
LOCATION VERIFICATION MAP



USGS QUAD MAP:  
PADUCA BREAKS NW

NOT TO SCALE

DEVON ENERGY PRODUCTION COMPANY, L.P.  
**COTTON DRAW UNIT 291H**

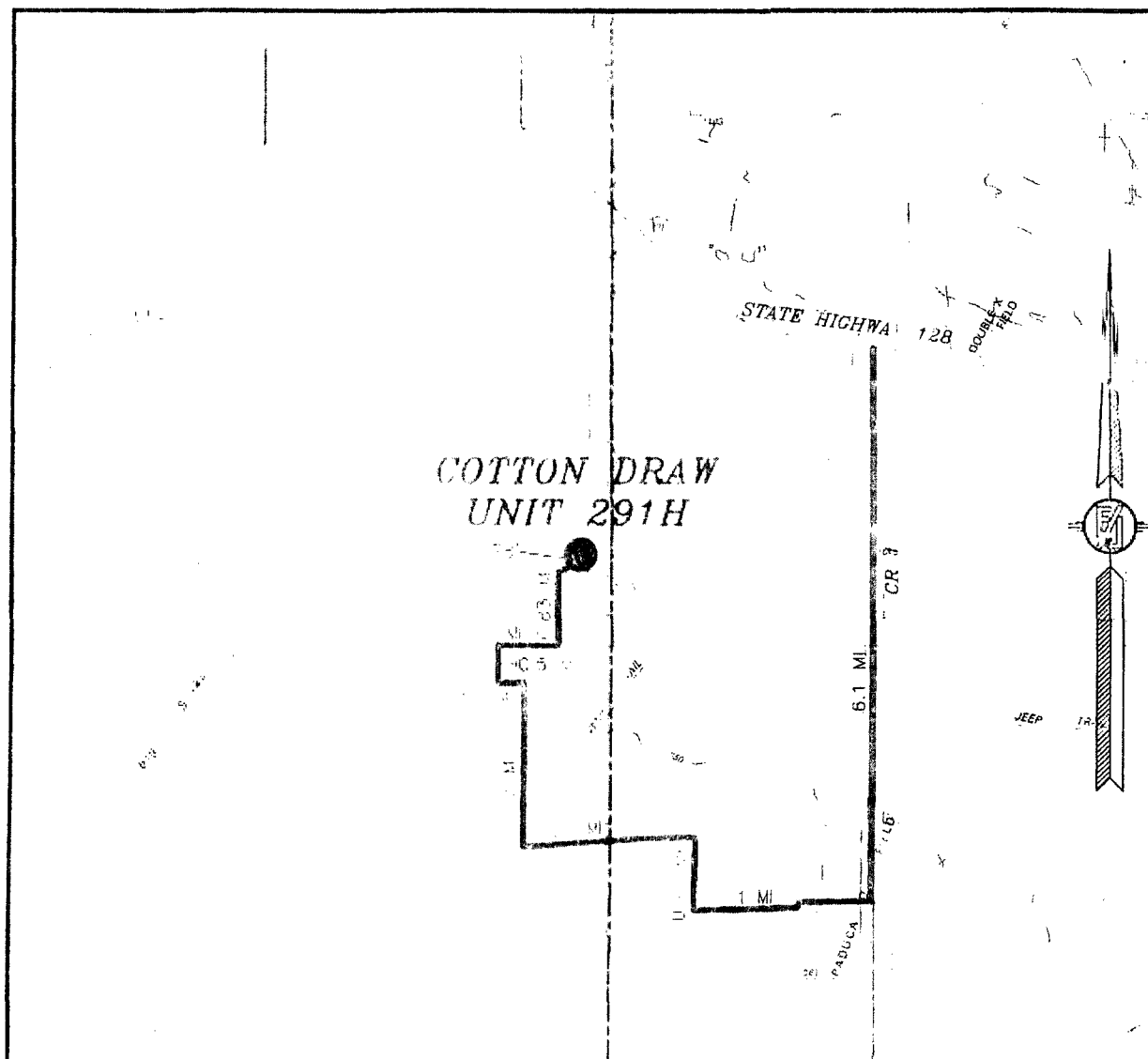
LOCATED 230 FT. FROM THE SOUTH LINE  
AND 1845 FT. FROM THE EAST LINE OF  
SECTION 25, TOWNSHIP 24 SOUTH,  
RANGE 31 EAST, N.M.P.M.  
EDDY COUNTY, STATE OF NEW MEXICO

MAY 4, 2016

SURVEY NO. 4652

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 291H

LOCATED 230 FT. FROM THE SOUTH LINE  
AND 1845 FT. FROM THE EAST LINE OF  
SECTION 25, TOWNSHIP 24 SOUTH,  
RANGE 31 EAST, N.M.P.M.  
EDDY COUNTY, STATE OF NEW MEXICO

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.

MAY 4, 2016

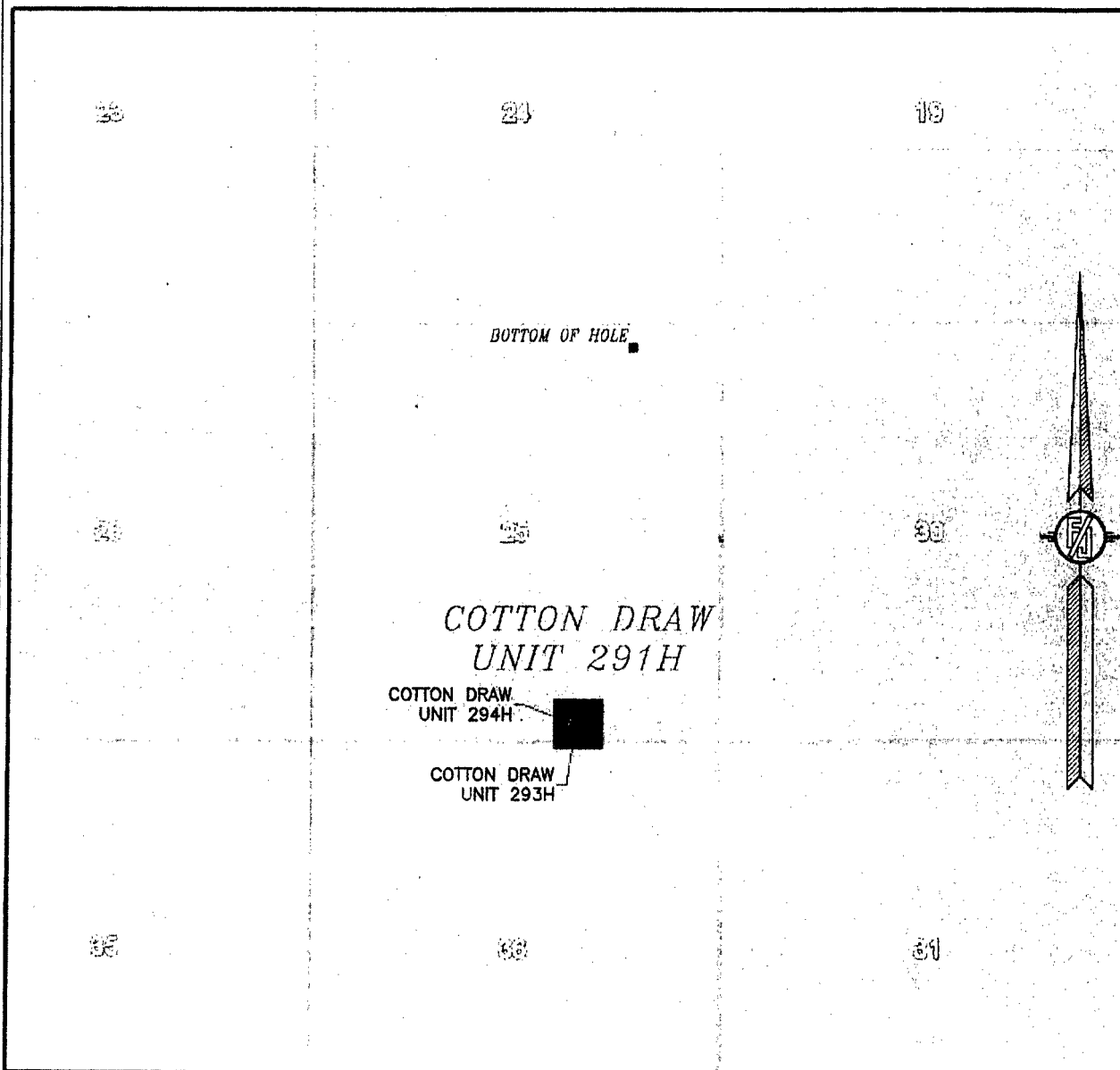
MADRON SURVEYING, INC

301 SOUTH CANAL  
(575) 234-3341

CARLSBAD, NEW MEXICO

SURVEY NO. 4652

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 291H

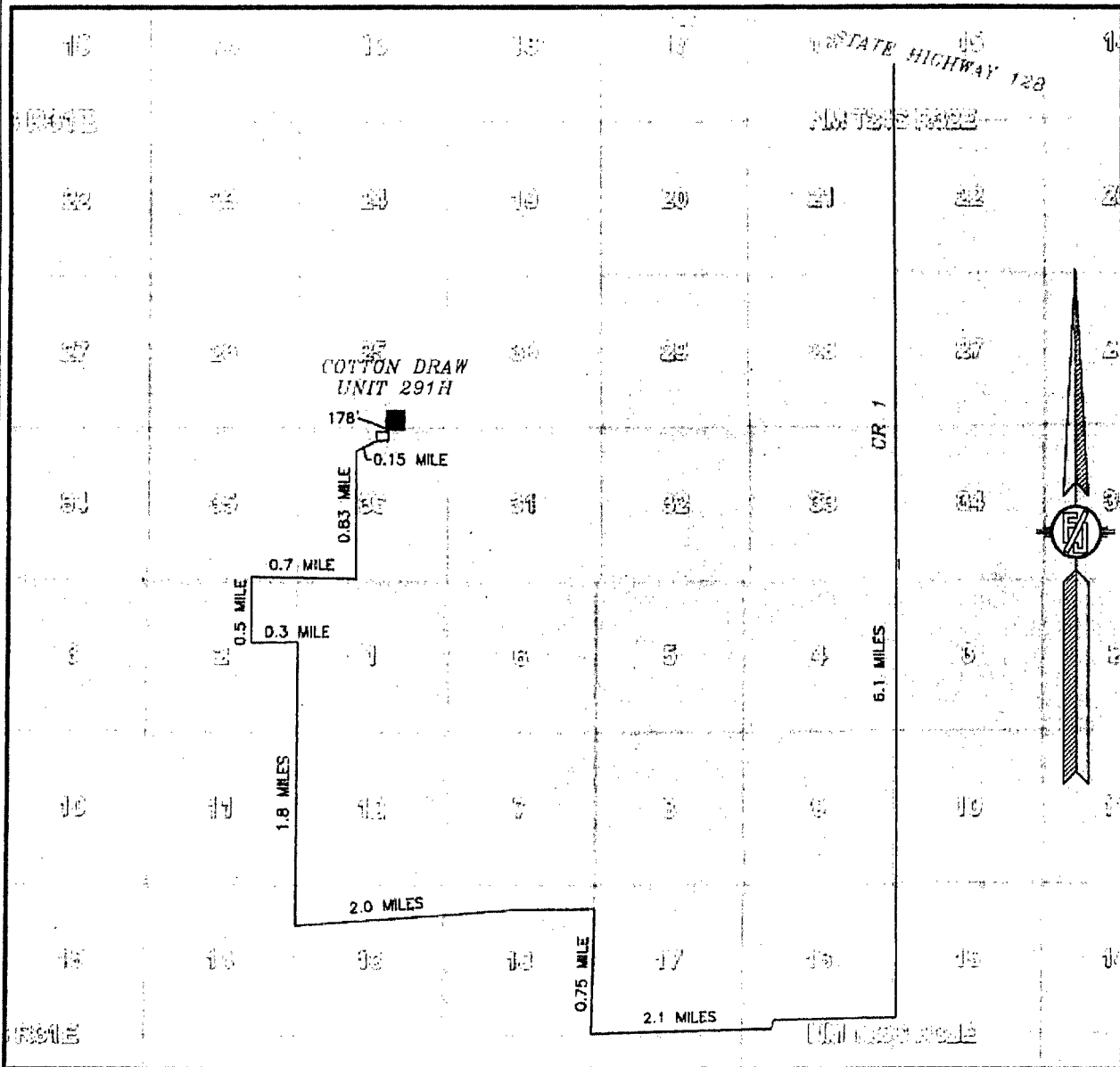
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MAY 4, 2016

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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 291H  
 LOCATED 230 FT. FROM THE SOUTH LINE  
 AND 1845 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. 4652

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

# **Devon US**

**Delaware Basin**

**Sec 25-24S-31E**

**Cotton Draw Unit 291H**

**Original Hole**

**Plan: Plan #1**

## **Standard Planning Report**

**02 June, 2016**

# Devon Energy

## Planning Report

**Database:** EDM r5000 US Production  
**Company:** Devon US  
**Project:** Delaware Basin  
**Site:** Sec 25-24S-31E  
**Well:** Cotton Draw Unit 291H  
**Wellbore:** Original Hole  
**Design:** Plan #1

**Local Co-ordinate Reference:** Well Cotton Draw Unit 291H  
**TVD Reference:** KB @ 3537.30ft  
**MD Reference:** KB @ 3537.30ft  
**North Reference:** Grid  
**Survey Calculation Method:** Minimum Curvature

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

**Site** Sec 25-24S-31E

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

**Well** Cotton Draw Unit 291H

<b>Well Position</b>	<b>+N/-S</b>	-13,818,003.61 ft	<b>Northing:</b>	430,369.98 usft	<b>Latitude:</b>	32.181721
	<b>+E/-W</b>	16,393,340.44 ft	<b>Easting:</b>	728,326.13 usft	<b>Longitude:</b>	-103.728931
<b>Position Uncertainty</b>		5.00 ft	<b>Wellhead Elevation:</b>	0.00 ft	<b>Ground Level:</b>	3,513.80 ft

**Wellbore** Original Hole

<b>Magnetics</b>	<b>Model Name</b>	<b>Sample Date</b>	<b>Declination</b>	<b>Dip Angle</b>	<b>Field Strength</b>
			(°)	(°)	(nT)
	IGRF2010	5/24/2016	7.05	60.00	48,080

**Design** Plan #1

**Audit Notes:**

<b>Version:</b>	<b>Phase:</b>	PLAN	<b>Tie On Depth:</b>	0.00
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<b>Vertical Section:</b>	<b>Depth From (TVD)</b>	<b>+N/-S</b>	<b>+E/-W</b>	<b>Direction</b>
	(ft)	(ft)	(ft)	(°)
	0.00	0.00	0.00	359.68

### 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	
4,005.00	0.00	0.00	4,005.00	0.00	0.00	0.00	0.00	0.00	0.00	
4,804.91	8.00	89.68	4,802.32	0.31	55.75	1.00	1.00	0.00	89.68	
8,972.87	8.00	89.68	8,929.72	3.57	635.74	0.00	0.00	0.00	0.00	
9,772.79	0.00	0.00	9,727.04	3.89	691.49	1.00	-1.00	0.00	180.00	
9,972.79	0.00	0.00	9,927.04	3.89	691.49	0.00	0.00	0.00	0.00	
10,872.79	90.00	0.00	10,500.00	576.84	691.51	10.00	10.00	0.00	0.00	
15,060.06	90.00	0.00	10,500.00	4,764.12	691.67	0.00	0.00	0.00	0.00	BHL_291H

# Devon Energy

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**Wellbore:** Original Hole  
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**MD Reference:** KB @ 3537.30ft  
**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	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.00	0.00	0.00
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00
3,600.00	0.00	0.00	3,600.00	0.00	0.00	0.00	0.00	0.00	0.00
3,700.00	0.00	0.00	3,700.00	0.00	0.00	0.00	0.00	0.00	0.00
3,800.00	0.00	0.00	3,800.00	0.00	0.00	0.00	0.00	0.00	0.00
3,900.00	0.00	0.00	3,900.00	0.00	0.00	0.00	0.00	0.00	0.00
4,005.00	0.00	0.00	4,005.00	0.00	0.00	0.00	0.00	0.00	0.00
4,100.00	0.95	89.68	4,100.00	0.00	0.79	0.00	1.00	1.00	0.00
4,200.00	1.95	89.68	4,199.96	0.02	3.32	0.00	1.00	1.00	0.00
4,300.00	2.95	89.68	4,299.87	0.04	7.59	0.00	1.00	1.00	0.00
4,400.00	3.95	89.68	4,399.69	0.08	13.61	0.00	1.00	1.00	0.00
4,500.00	4.95	89.68	4,499.38	0.12	21.37	0.00	1.00	1.00	0.00
4,600.00	5.95	89.68	4,598.93	0.17	30.87	0.00	1.00	1.00	0.00
4,700.00	6.95	89.68	4,698.30	0.24	42.10	0.00	1.00	1.00	0.00
4,804.91	8.00	89.68	4,802.32	0.31	55.75	0.00	1.00	1.00	0.00
4,900.00	8.00	89.68	4,896.48	0.39	68.98	0.00	0.00	0.00	0.00
5,000.00	8.00	89.68	4,995.51	0.47	82.89	0.00	0.00	0.00	0.00
5,100.00	8.00	89.68	5,094.53	0.54	96.81	0.00	0.00	0.00	0.00
5,200.00	8.00	89.68	5,193.56	0.62	110.73	0.00	0.00	0.00	0.00
5,300.00	8.00	89.68	5,292.59	0.70	124.64	0.00	0.00	0.00	0.00

# Devon Energy

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 Wellbore: Original Hole  
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 North Reference: Grid  
 Survey Calculation Method: Minimum Curvature

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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	89.68	5,391.61	0.78	138.56	0.00	0.00	0.00	0.00
5,500.00	8.00	89.68	5,490.64	0.86	152.47	0.00	0.00	0.00	0.00
5,600.00	8.00	89.68	5,589.67	0.93	166.39	0.00	0.00	0.00	0.00
5,700.00	8.00	89.68	5,688.70	1.01	180.30	0.00	0.00	0.00	0.00
5,800.00	8.00	89.68	5,787.72	1.09	194.22	0.00	0.00	0.00	0.00
5,900.00	8.00	89.68	5,886.75	1.17	208.13	0.00	0.00	0.00	0.00
6,000.00	8.00	89.68	5,985.78	1.25	222.05	0.00	0.00	0.00	0.00
6,100.00	8.00	89.68	6,084.80	1.33	235.97	0.00	0.00	0.00	0.00
6,200.00	8.00	89.68	6,183.83	1.40	249.88	0.00	0.00	0.00	0.00
6,300.00	8.00	89.68	6,282.86	1.48	263.80	0.00	0.00	0.00	0.00
6,400.00	8.00	89.68	6,381.88	1.56	277.71	0.00	0.00	0.00	0.00
6,500.00	8.00	89.68	6,480.91	1.64	291.63	0.00	0.00	0.00	0.00
6,600.00	8.00	89.68	6,579.94	1.72	305.54	0.00	0.00	0.00	0.00
6,700.00	8.00	89.68	6,678.97	1.80	319.46	0.00	0.00	0.00	0.00
6,800.00	8.00	89.68	6,777.99	1.87	333.37	0.00	0.00	0.00	0.00
6,900.00	8.00	89.68	6,877.02	1.95	347.29	0.00	0.00	0.00	0.00
7,000.00	8.00	89.68	6,976.05	2.03	361.21	0.00	0.00	0.00	0.00
7,100.00	8.00	89.68	7,075.07	2.11	375.12	0.00	0.00	0.00	0.00
7,200.00	8.00	89.68	7,174.10	2.19	389.04	0.00	0.00	0.00	0.00
7,300.00	8.00	89.68	7,273.13	2.26	402.95	0.00	0.00	0.00	0.00
7,400.00	8.00	89.68	7,372.15	2.34	416.87	0.00	0.00	0.00	0.00
7,500.00	8.00	89.68	7,471.18	2.42	430.78	0.00	0.00	0.00	0.00
7,600.00	8.00	89.68	7,570.21	2.50	444.70	0.00	0.00	0.00	0.00
7,700.00	8.00	89.68	7,669.24	2.58	458.61	0.00	0.00	0.00	0.00
7,800.00	8.00	89.68	7,768.26	2.66	472.53	0.00	0.00	0.00	0.00
7,900.00	8.00	89.68	7,867.29	2.73	486.45	0.00	0.00	0.00	0.00
8,000.00	8.00	89.68	7,966.32	2.81	500.36	0.00	0.00	0.00	0.00
8,100.00	8.00	89.68	8,065.34	2.89	514.28	0.00	0.00	0.00	0.00
8,200.00	8.00	89.68	8,164.37	2.97	528.19	0.00	0.00	0.00	0.00
8,300.00	8.00	89.68	8,263.40	3.05	542.11	0.00	0.00	0.00	0.00
8,400.00	8.00	89.68	8,362.42	3.12	556.02	0.00	0.00	0.00	0.00
8,500.00	8.00	89.68	8,461.45	3.20	569.94	0.00	0.00	0.00	0.00
8,600.00	8.00	89.68	8,560.48	3.28	583.85	0.00	0.00	0.00	0.00
8,700.00	8.00	89.68	8,659.51	3.36	597.77	0.00	0.00	0.00	0.00
8,800.00	8.00	89.68	8,758.53	3.44	611.69	0.00	0.00	0.00	0.00
8,900.00	8.00	89.68	8,857.56	3.52	625.60	0.00	0.00	0.00	0.00
8,972.87	8.00	89.68	8,929.72	3.57	635.74	0.00	0.00	0.00	0.00
9,000.00	7.73	89.68	8,956.60	3.59	639.45	0.00	1.00	-1.00	0.00
9,100.00	6.73	89.68	9,055.80	3.66	652.03	0.00	1.00	-1.00	0.00
9,200.00	5.73	89.68	9,155.21	3.72	662.88	0.00	1.00	-1.00	0.00
9,300.00	4.73	89.68	9,254.79	3.78	671.99	0.00	1.00	-1.00	0.00
9,400.00	3.73	89.68	9,354.52	3.82	679.37	0.00	1.00	-1.00	0.00
9,500.00	2.73	89.68	9,454.36	3.85	685.00	0.00	1.00	-1.00	0.00
9,600.00	1.73	89.68	9,554.28	3.87	688.88	0.00	1.00	-1.00	0.00
9,700.00	0.73	89.68	9,654.26	3.88	691.03	0.00	1.00	-1.00	0.00
9,772.79	0.00	0.00	9,727.04	3.89	691.49	0.00	1.00	-1.00	0.00
9,800.00	0.00	0.00	9,754.25	3.89	691.49	0.00	0.00	0.00	0.00
9,900.00	0.00	0.00	9,854.25	3.89	691.49	0.00	0.00	0.00	0.00
9,972.79	0.00	0.00	9,927.04	3.89	691.49	0.00	0.00	0.00	0.00
10,000.00	2.72	0.00	9,954.24	4.53	691.49	0.65	10.00	10.00	0.00
10,050.00	7.72	0.00	10,004.02	9.08	691.49	5.19	10.00	10.00	0.00
10,100.00	12.72	0.00	10,053.21	17.95	691.49	14.06	10.00	10.00	0.00
10,150.00	17.72	0.00	10,101.44	31.07	691.49	27.19	10.00	10.00	0.00
10,200.00	22.72	0.00	10,148.35	48.35	691.49	44.46	10.00	10.00	0.00



# Devon Energy

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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	27.72	0.00	10,193.57	69.65	691.49	65.76	10.00	10.00	0.00
10,300.00	32.72	0.00	10,236.76	94.81	691.49	90.92	10.00	10.00	0.00
10,350.00	37.72	0.00	10,277.59	123.64	691.49	119.75	10.00	10.00	0.00
10,400.00	42.72	0.00	10,315.75	155.91	691.49	152.03	10.00	10.00	0.00
10,450.00	47.72	0.00	10,350.96	191.39	691.50	187.51	10.00	10.00	0.00
10,500.00	52.72	0.00	10,382.94	229.81	691.50	225.92	10.00	10.00	0.00
10,550.00	57.72	0.00	10,411.45	270.86	691.50	266.97	10.00	10.00	0.00
10,600.00	62.72	0.00	10,436.28	314.25	691.50	310.36	10.00	10.00	0.00
10,650.00	67.72	0.00	10,457.23	359.63	691.50	355.74	10.00	10.00	0.00
10,700.00	72.72	0.00	10,474.14	406.66	691.50	402.77	10.00	10.00	0.00
10,750.00	77.72	0.00	10,486.89	454.99	691.51	451.10	10.00	10.00	0.00
10,800.00	82.72	0.00	10,495.38	504.25	691.51	500.36	10.00	10.00	0.00
10,850.00	87.72	0.00	10,499.55	554.06	691.51	550.17	10.00	10.00	0.00
10,872.79	90.00	0.00	10,500.00	576.84	691.51	572.95	10.00	10.00	0.00
10,900.00	90.00	0.00	10,500.00	604.06	691.51	600.16	0.00	0.00	0.00
11,000.00	90.00	0.00	10,500.00	704.06	691.52	700.16	0.00	0.00	0.00
11,100.00	90.00	0.00	10,500.00	804.06	691.52	800.16	0.00	0.00	0.00
11,200.00	90.00	0.00	10,500.00	904.06	691.52	900.16	0.00	0.00	0.00
11,300.00	90.00	0.00	10,500.00	1,004.06	691.53	1,000.16	0.00	0.00	0.00
11,400.00	90.00	0.00	10,500.00	1,104.06	691.53	1,100.15	0.00	0.00	0.00
11,500.00	90.00	0.00	10,500.00	1,204.06	691.54	1,200.15	0.00	0.00	0.00
11,600.00	90.00	0.00	10,500.00	1,304.06	691.54	1,300.15	0.00	0.00	0.00
11,700.00	90.00	0.00	10,500.00	1,404.06	691.54	1,400.15	0.00	0.00	0.00
11,800.00	90.00	0.00	10,500.00	1,504.06	691.55	1,500.15	0.00	0.00	0.00
11,900.00	90.00	0.00	10,500.00	1,604.06	691.55	1,600.15	0.00	0.00	0.00
12,000.00	90.00	0.00	10,500.00	1,704.06	691.55	1,700.14	0.00	0.00	0.00
12,100.00	90.00	0.00	10,500.00	1,804.06	691.56	1,800.14	0.00	0.00	0.00
12,200.00	90.00	0.00	10,500.00	1,904.06	691.56	1,900.14	0.00	0.00	0.00
12,300.00	90.00	0.00	10,500.00	2,004.06	691.57	2,000.14	0.00	0.00	0.00
12,400.00	90.00	0.00	10,500.00	2,104.06	691.57	2,100.14	0.00	0.00	0.00
12,500.00	90.00	0.00	10,500.00	2,204.06	691.57	2,200.14	0.00	0.00	0.00
12,600.00	90.00	0.00	10,500.00	2,304.06	691.58	2,300.13	0.00	0.00	0.00
12,700.00	90.00	0.00	10,500.00	2,404.06	691.58	2,400.13	0.00	0.00	0.00
12,800.00	90.00	0.00	10,500.00	2,504.06	691.58	2,500.13	0.00	0.00	0.00
12,900.00	90.00	0.00	10,500.00	2,604.06	691.59	2,600.13	0.00	0.00	0.00
13,000.00	90.00	0.00	10,500.00	2,704.06	691.59	2,700.13	0.00	0.00	0.00
13,100.00	90.00	0.00	10,500.00	2,804.06	691.60	2,800.13	0.00	0.00	0.00
13,200.00	90.00	0.00	10,500.00	2,904.06	691.60	2,900.13	0.00	0.00	0.00
13,300.00	90.00	0.00	10,500.00	3,004.06	691.60	3,000.12	0.00	0.00	0.00
13,400.00	90.00	0.00	10,500.00	3,104.06	691.61	3,100.12	0.00	0.00	0.00
13,500.00	90.00	0.00	10,500.00	3,204.06	691.61	3,200.12	0.00	0.00	0.00
13,600.00	90.00	0.00	10,500.00	3,304.06	691.62	3,300.12	0.00	0.00	0.00
13,700.00	90.00	0.00	10,500.00	3,404.06	691.62	3,400.12	0.00	0.00	0.00
13,800.00	90.00	0.00	10,500.00	3,504.06	691.62	3,500.12	0.00	0.00	0.00
13,900.00	90.00	0.00	10,500.00	3,604.06	691.63	3,600.11	0.00	0.00	0.00
14,000.00	90.00	0.00	10,500.00	3,704.06	691.63	3,700.11	0.00	0.00	0.00
14,100.00	90.00	0.00	10,500.00	3,804.06	691.63	3,800.11	0.00	0.00	0.00
14,200.00	90.00	0.00	10,500.00	3,904.06	691.64	3,900.11	0.00	0.00	0.00
14,300.00	90.00	0.00	10,500.00	4,004.06	691.64	4,000.11	0.00	0.00	0.00
14,400.00	90.00	0.00	10,500.00	4,104.06	691.65	4,100.11	0.00	0.00	0.00
14,500.00	90.00	0.00	10,500.00	4,204.06	691.65	4,200.10	0.00	0.00	0.00
14,600.00	90.00	0.00	10,500.00	4,304.06	691.65	4,300.10	0.00	0.00	0.00
14,700.00	90.00	0.00	10,500.00	4,404.06	691.66	4,400.10	0.00	0.00	0.00
14,800.00	90.00	0.00	10,500.00	4,504.06	691.66	4,500.10	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 291H  
**Wellbore:** Original Hole  
**Design:** Plan #1

**Local Co-ordinate Reference:** Well Cotton Draw Unit 291H  
**TVD Reference:** KB @ 3537.30ft  
**MD Reference:** KB @ 3537.30ft  
**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	4,604.06	691.67	4,600.10	0.00	0.00	0.00
15,000.00	90.00	0.00	10,500.00	4,704.06	691.67	4,700.10	0.00	0.00	0.00
15,060.06	90.00	0.00	10,500.00	4,764.12	691.67	4,760.16	0.00	0.00	0.00

### Design Targets

#### Target Name

- hit/miss target	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
- Shape									
BHL_291H	0.00	359.68	10,500.00	4,764.12	691.67	435,134.09	729,017.80	32.194806	-103.726609
- plan hits target center									
- Point									

### Plan Annotations

Measured Depth (ft)	Vertical Depth (ft)	Local Coordinates		Comment
		+N/-S (ft)	+E/-W (ft)	
0.00	0.00	0.00	0.00	SHL
4,005.00	4,005.00	0.00	0.00	Start Build 1.00
4,804.91	4,802.31	0.31	55.75	Start 4167.96 hold at 4804.91 MD
8,972.87	8,929.72	3.57	635.74	Start Drop -1.00
9,772.79	9,727.04	3.89	691.49	Start 200.00 hold at 9772.79 MD
9,972.79	9,927.04	3.89	691.49	Start DLS 10.00 TFO 0.00
10,872.79	10,500.00	576.85	691.51	Start 4191.16 hold at 10872.79 MD
15,063.95				TD at 15063.95

## 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

## Casing Assumptions and Load Cases

## Intermediate

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

## Casing Assumptions and Load Cases

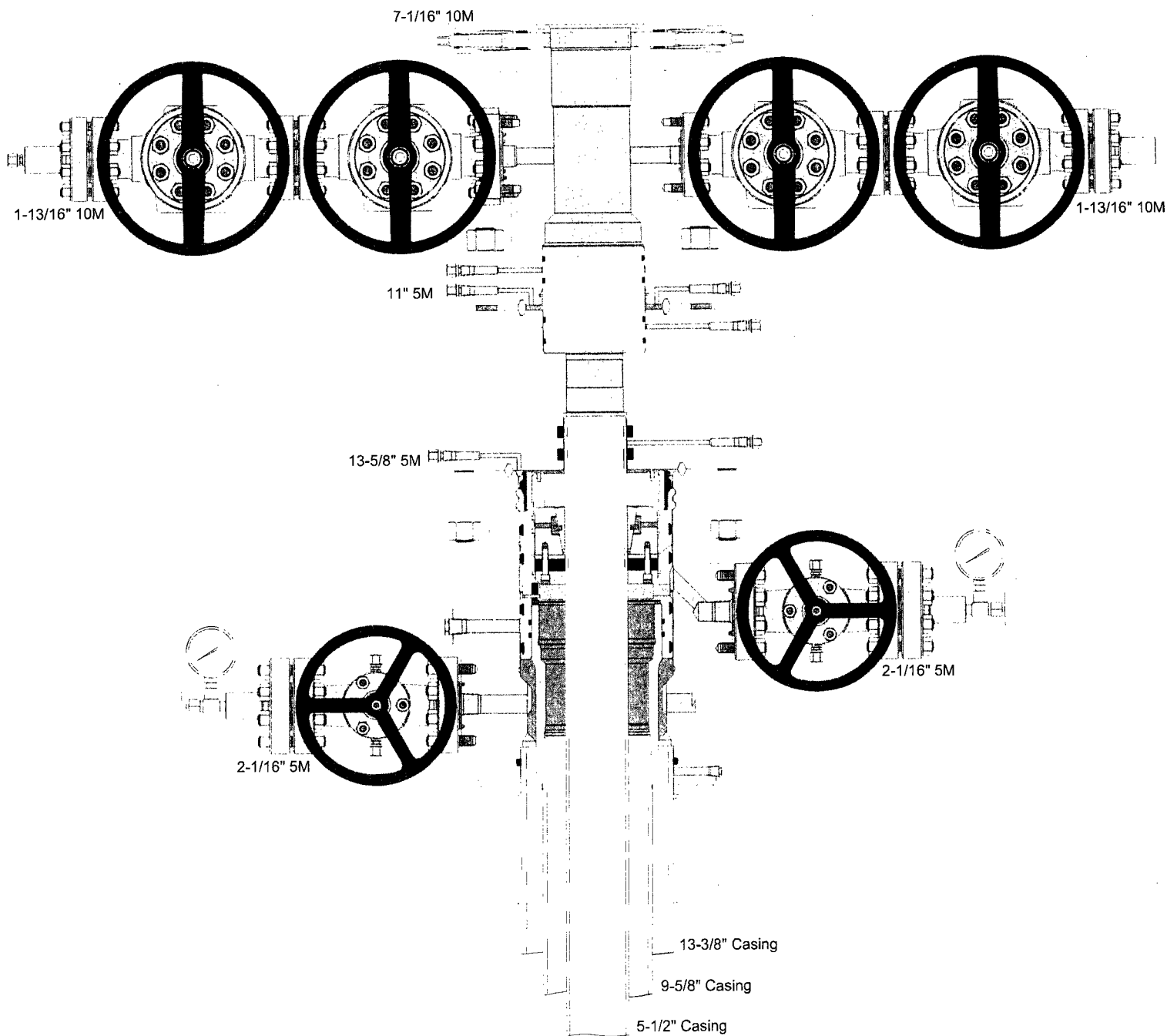
## Production

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



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](http://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.

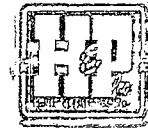
Should you have any questions or require any additional information/clarifications then please do not hesitate to contact us.

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](http://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.taurusermerge.hu

<b>QUALITY CONTROL INSPECTION AND TEST CERTIFICATE</b>				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  <p style="text-align: center;">See attachment. (1 page)</p>					
↑ 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:	Inspector		Quality Control		
29. April, 2002.			PHOENIX RUBBER Industrial Ltd. Hose Inspection and Pressure Testing PHOENIX RUBBER Q.C.		

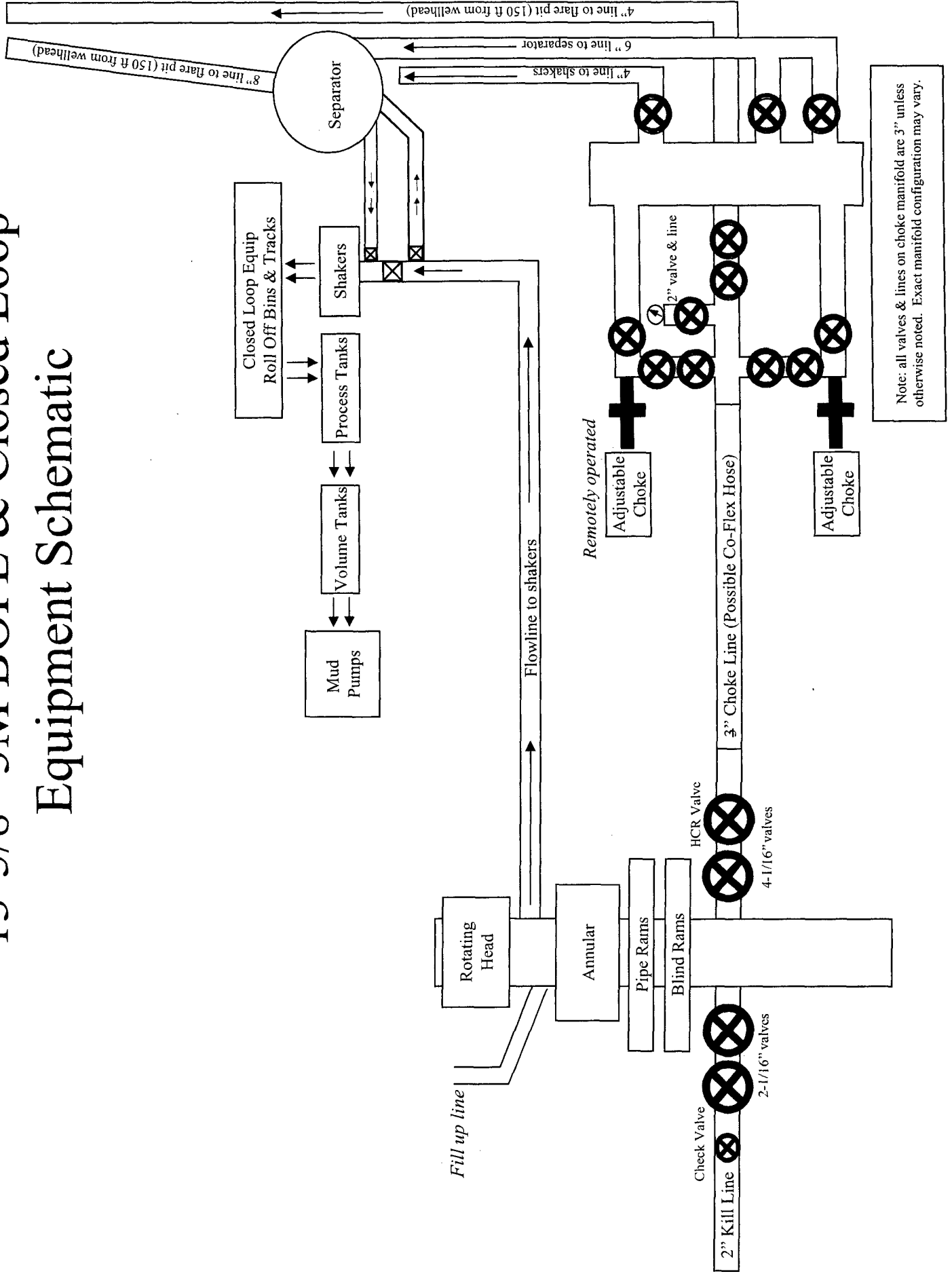
40920-0-00015 N8006

6	GN	+0.000	00	14	00	
	RD	+0.000	00	14	00	
	SL	+0.000	00	14	00	
7	GN	+0.000	00	13	40	
	RD	+0.000	00	13	40	
	SL	+0.000	00	13	40	
5	GN	+0.000	00	13	20	
	RD	+0.000	00	13	20	
	SL	+0.000	00	13	20	
5	GN	+0.000	00	13	00	
	RD	+0.000	00	13	00	
	SL	+0.000	00	13	00	
4	GN	+0.000	00	12	00	
	RD	+0.000	00	12	00	
	SL	+0.000	00	12	00	
3	GN	+0.000	00	11	00	
	RD	+0.000	00	11	00	
	SL	+0.000	00	11	00	
2	GN	+0.000	00	10	00	
	RD	+0.000	00	10	00	
	SL	+0.000	00	10	00	

**GOMEX RUBBER**  
Industrial Ltd.  
Hose Inspection and  
Certification Dept.

VERIFIED TRUE CO.  
PHOENIX RUBBER CO.

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





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

# **Hydrogen Sulfide (H<sub>2</sub>S) Contingency Plan**

**For**

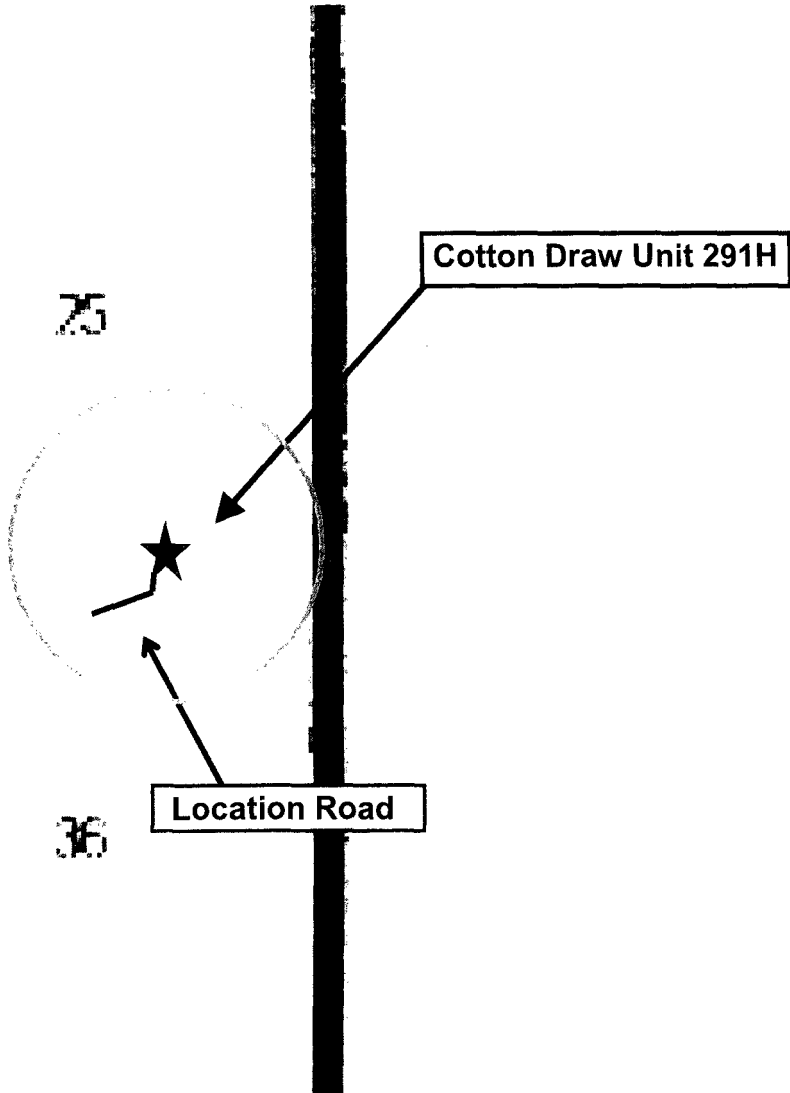
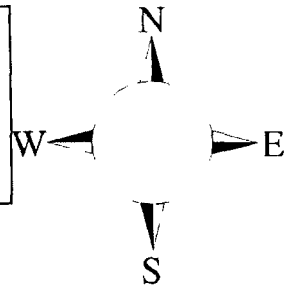
**Cotton Draw Unit 291H**

**Sec-25 T-24S R-31E  
230' FSL & 1845' FEL  
LAT. = 32.1817207' N (NAD83)  
LONG = 103.7289308' W**

**Eddy County NM**

## Cotton Draw Unit 291H

This is an open drilling site. H<sub>2</sub>S monitoring equipment and emergency response equipment will be used within 500' of zones known to contain H<sub>2</sub>S, including warning signs, wind indicators and H<sub>2</sub>S monitor.



Assumed 100 ppm ROE = 3000' (Radius of Exposure)  
100 ppm H<sub>2</sub>S 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 H<sub>2</sub>S concentration shall trigger activation of this plan.**

### **Emergency Procedures**

**In the event of a release of gas containing H<sub>2</sub>S, 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 H<sub>2</sub>S 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 H<sub>2</sub>S, 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 (SO<sub>2</sub>). 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 H<sub>2</sub>S and SO<sub>2</sub>**

<b>Common Name</b>	<b>Chemical Formula</b>	<b>Specific Gravity</b>	<b>Threshold Limit</b>	<b>Hazardous Limit</b>	<b>Lethal Concentration</b>
<b>Hydrogen Sulfide</b>	<b>H<sub>2</sub>S</b>	<b>1.189 Air = 1</b>	<b>10 ppm</b>	<b>100 ppm/hr</b>	<b>600 ppm</b>
<b>Sulfur Dioxide</b>	<b>SO<sub>2</sub></b>	<b>2.21 Air = 1</b>	<b>2 ppm</b>	<b>N/A</b>	<b>1000 ppm</b>

### **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 (H<sub>2</sub>S) 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 (H<sub>2</sub>S)
2. The proper use and maintenance of personal protective equipment and life support systems.
3. The proper use of H<sub>2</sub>S 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 H<sub>2</sub>S 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 H<sub>2</sub>S Drilling Operations Plan and Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable H<sub>2</sub>S zone (within 3 days or 500 feet) and weekly H<sub>2</sub>S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H<sub>2</sub>S Drilling Operations Plan and the Public Protection Plan.

### **II. HYDROGEN SULFIDE TRAINING**

Note: All H<sub>2</sub>S 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 H<sub>2</sub>S.

## **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. H<sub>2</sub>S detection and monitoring equipment:**

Portable H<sub>2</sub>S monitors positioned on location for best coverage and response. These units have warning lights which activate when H<sub>2</sub>S 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 H<sub>2</sub>S circulated to surface. Proper mud weight, safe drilling practices and the use of H<sub>2</sub>S scavengers will minimize hazards when penetrating H<sub>2</sub>S bearing zones.

#### **5. Metallurgy:**

- A. All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold lines, and valves shall be H<sub>2</sub>S trim.
- B. All elastomers used for packing and seals shall be H<sub>2</sub>S trim.

#### **6. Communication:**

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

#### **7. Well testing:**

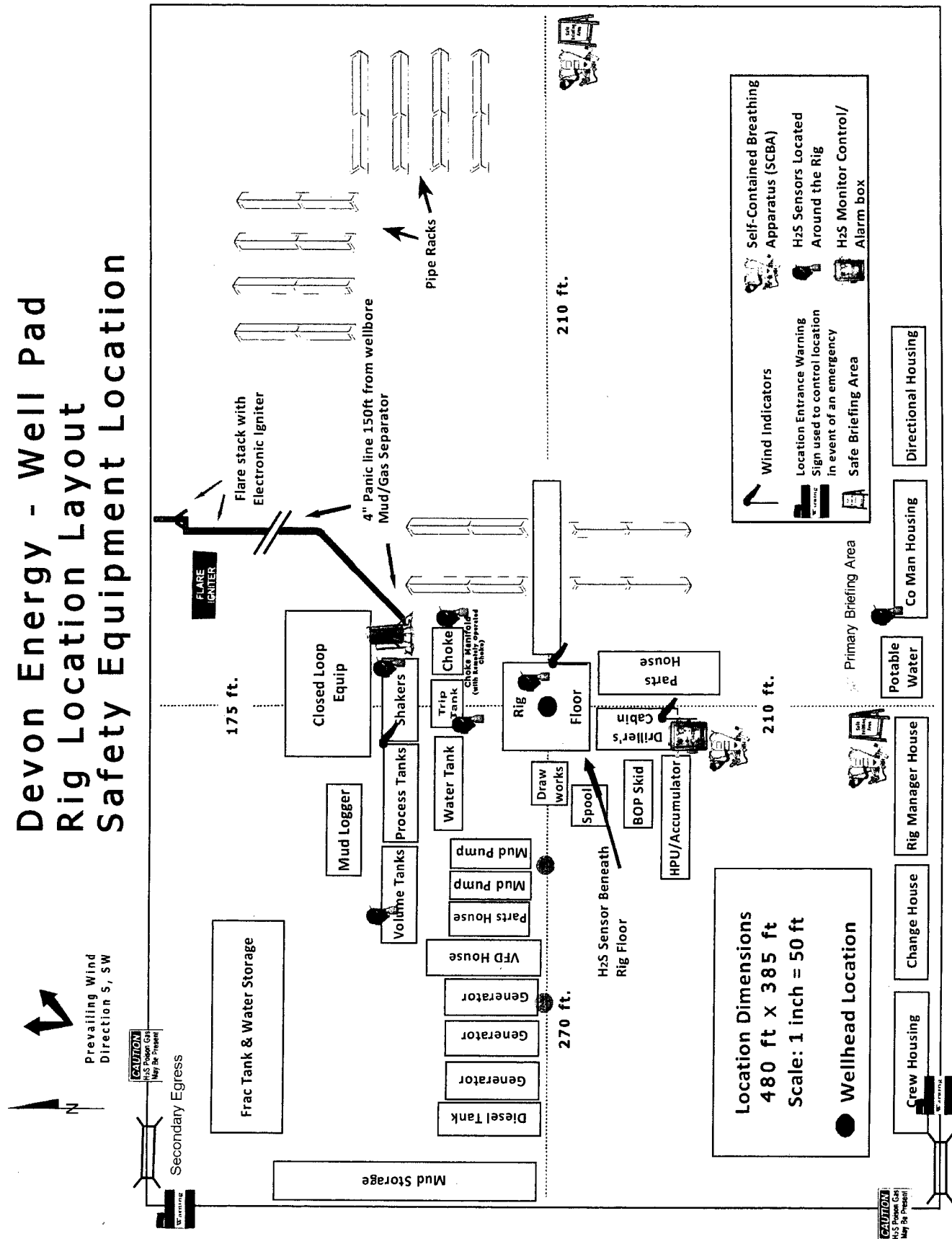
- A. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safety and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H<sub>2</sub>S environment will use the closed chamber method of testing.
- B. There will be no drill stem testing.

<b><u>Devon Energy Corp. Company Call List</u></b>		
Drilling Supervisor – Basin – Mark Kramer		405-823-4796
Drilling Supervisor – Slope – Norman Naill		405-760-7234
EHS Professional – Mark Hurst		575-513-9087
<b><u>Agency Call List</u></b>		
<b><u>Lea County (575)</u></b>	<b>Hobbs</b>	
	Lea County Communication Authority	393-3981
	State Police	392-5588
	City Police	397-9265
	Sheriff's Office	393-2515
	<b>Ambulance</b>	<b>911</b>
	Fire Department	397-9308
	LEPC (Local Emergency Planning Committee)	393-2870
	NMOCD	393-6161
	US Bureau of Land Management	393-3612
<b><u>Eddy County (575)</u></b>	<b>Carlsbad</b>	
	State Police	885-3137
	City Police	885-2111
	Sheriff's Office	887-7551
	<b>Ambulance</b>	<b>911</b>
	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
	<b>Emergency Services</b>	
	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
	Native Air – Emergency Helicopter – Hobbs	(575) 392-6429
<b><u>Give GPS position:</u></b>	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 - <a href="http://www.nhc.noaa.gov">www.nhc.noaa.gov</a>	

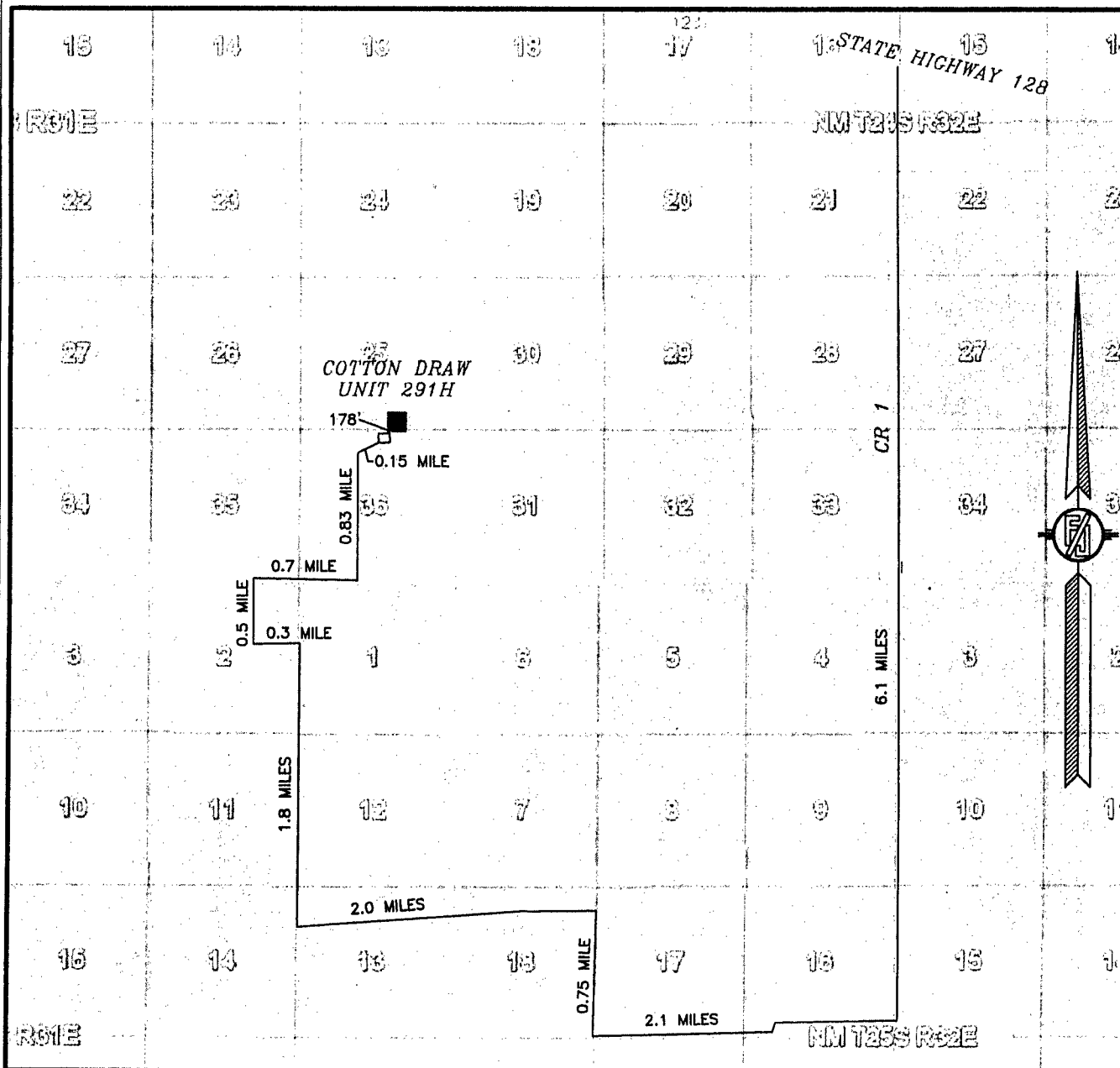
Prepared in conjunction with  
Dave Small



# Devon Energy - Well Pad Rig Location Layout Safety Equipment Location



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 291H**  
 LOCATED 230 FT. FROM THE SOUTH LINE  
 AND 1845 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

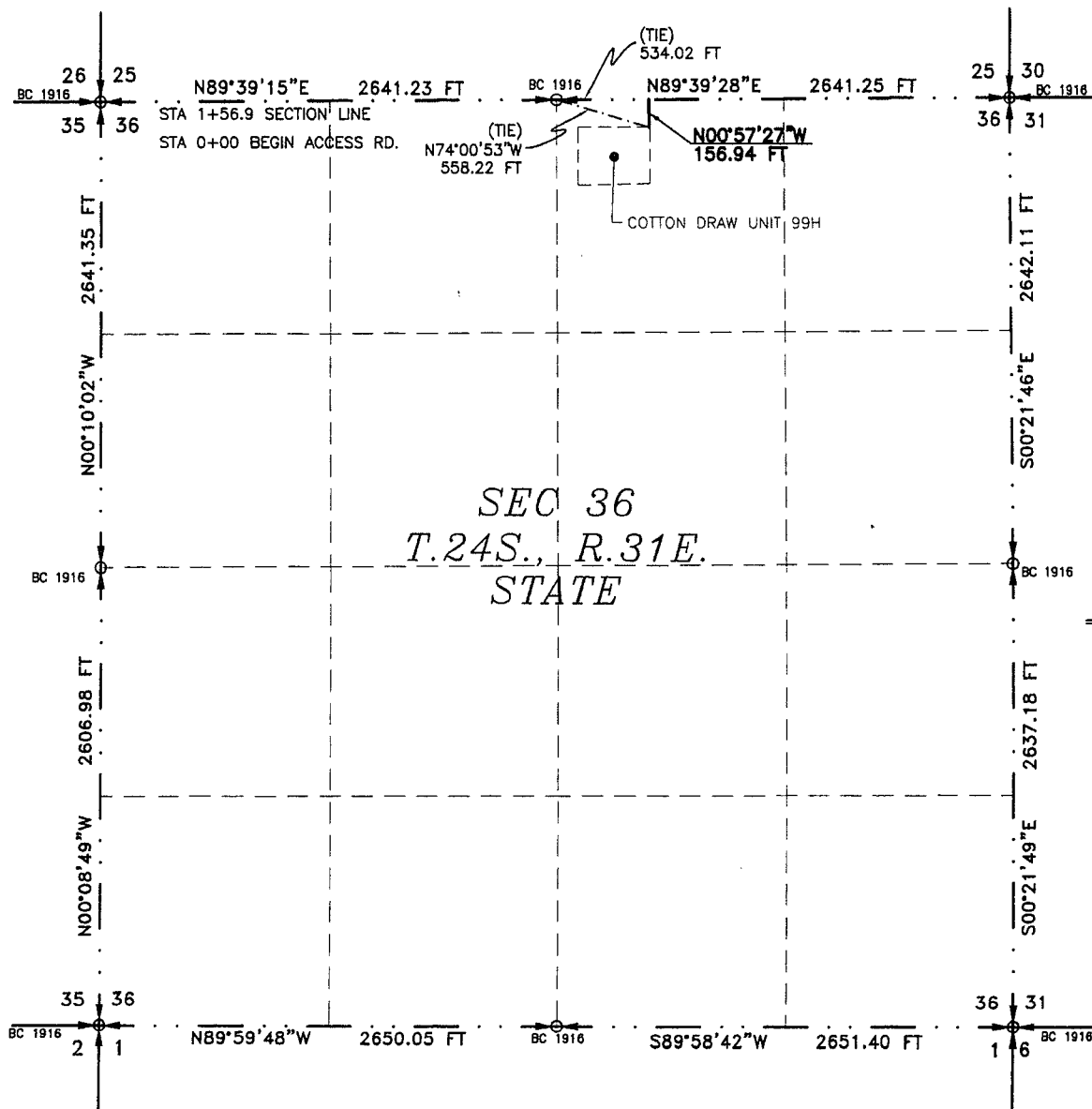
SURVEY NO. 4652

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

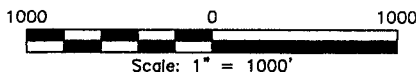
# ACCESS ROAD PLAT

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, 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

*[Signature]*  
FILMON F. JARAMILLO, PLS. 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

### 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

FILIMON F. JARAMILLO, P.S. 12797

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

SHEET: 2-6

MADRON SURVEYING, INC.

301 SOUTH CANAL  
(575) 234-3341

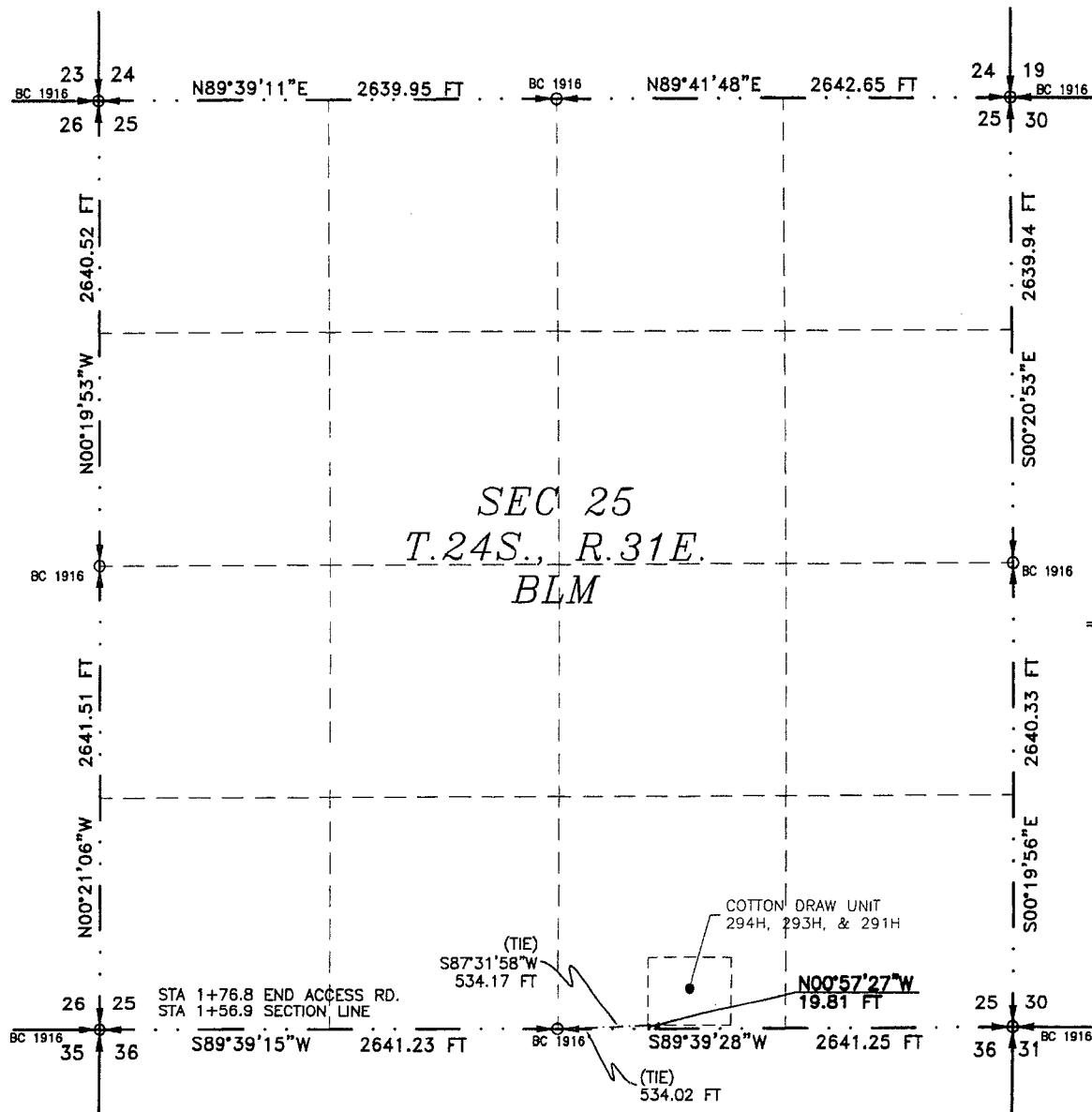
CARLSBAD, NEW MEXICO

SURVEY NO. 4738

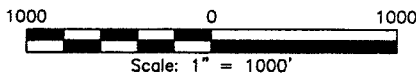
# ACCESS ROAD PLAT

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



SEE NEXT SHEET (4-6) 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, 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

*[Signature]*  
FILMON F. JARAMILLO, PLS. #12797

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

SHEET: 3-6

MADRON SURVEYING, INC. 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

### 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 2 DAY OF JUNE 2016

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

SHEET: 4-6

MADRON SURVEYING, INC. CARLSBAD, NEW MEXICO

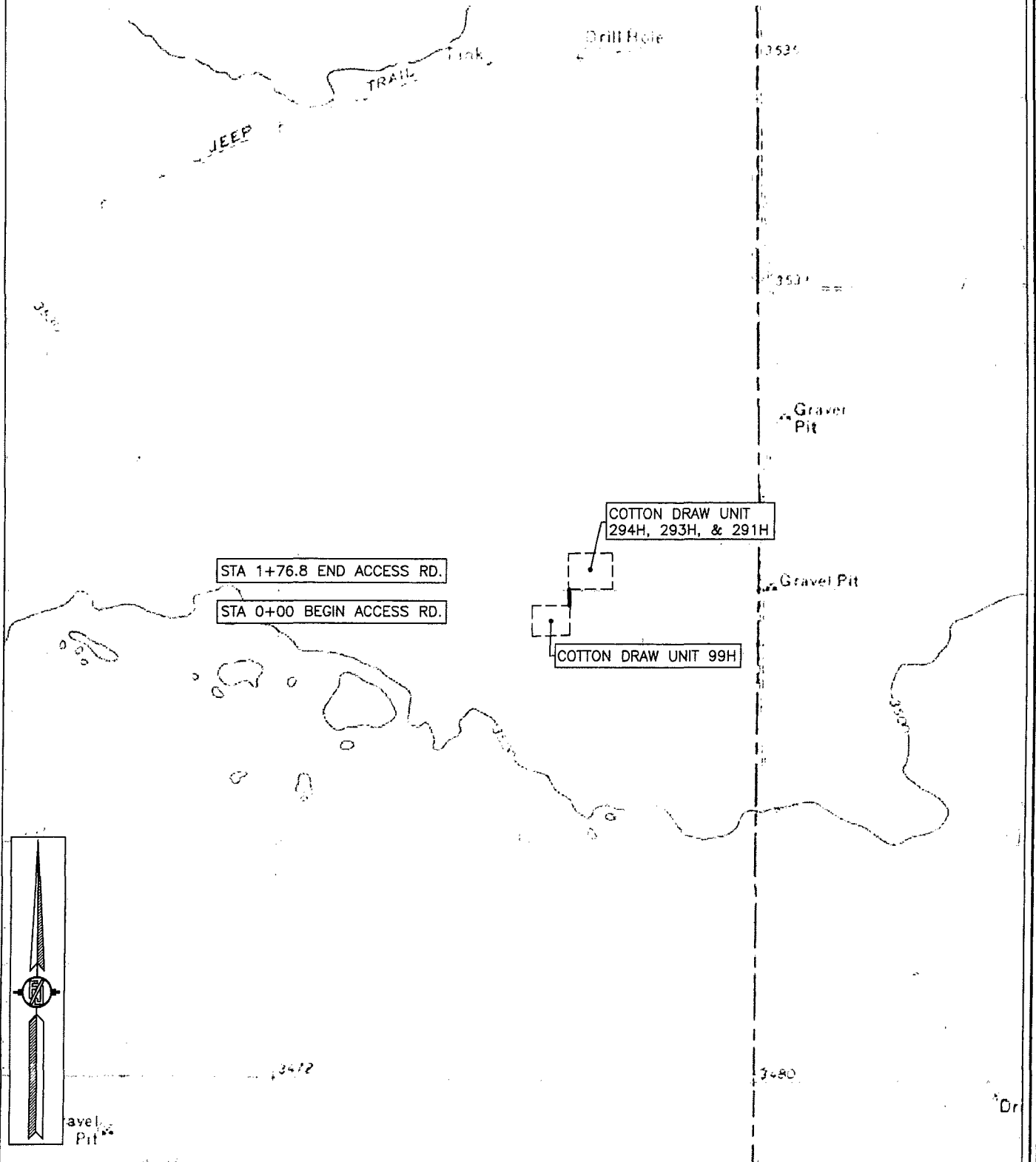
SURVEY NO. 4738



# 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



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

STA 1+76.8 END ACCESS RD.

STA 0+00 BEGIN ACCESS RD.

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

COTTON DRAW UNIT 99H

36

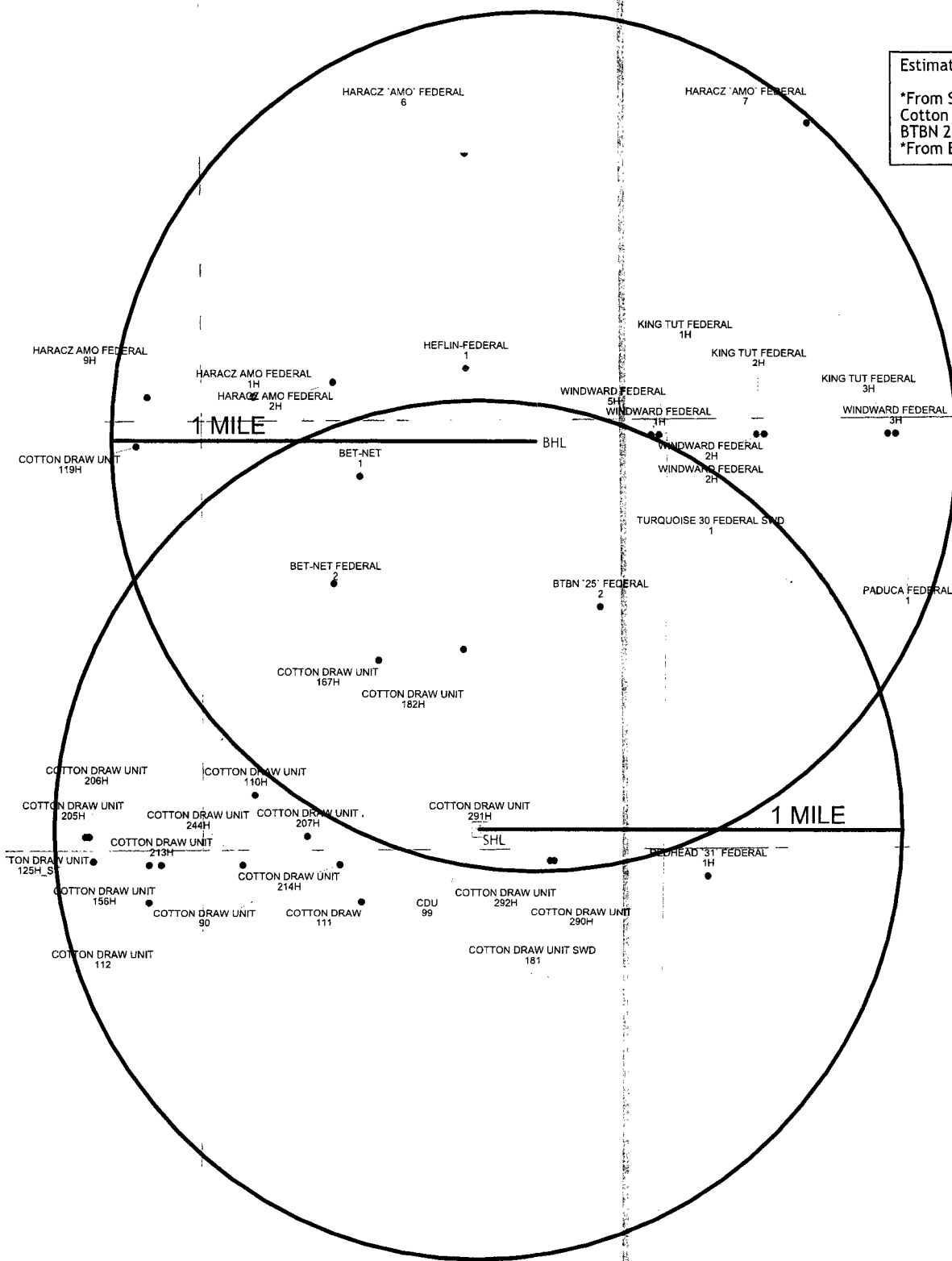
3



# 1 Mile Radius Map

Estimated distances from nearest wellbores:

*From SHL: Cotton Draw Unit 99	745 ft SW
Cotton Draw Unit 182H	515 ft W
BTBN 25 Federal 2	1095 ft E
*From BHL: Heflin Federal 1	1250 ft NW



## 24S 31E

**devon**

Cotton Draw Unit 291H

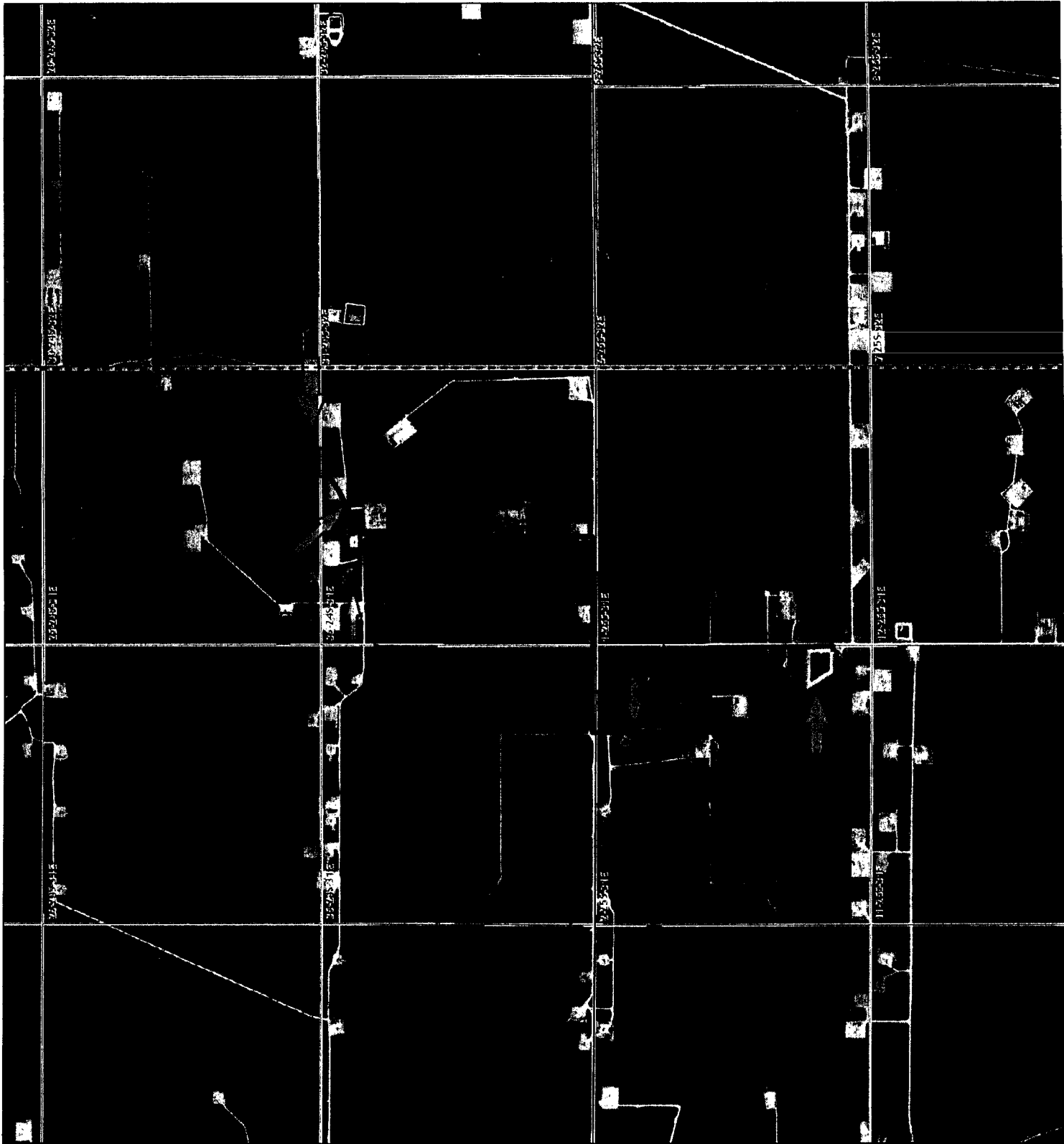
1 Mile Radius Map



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

By: J. Milton

June 6, 2016



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. It is not intended to be used as a legal document.



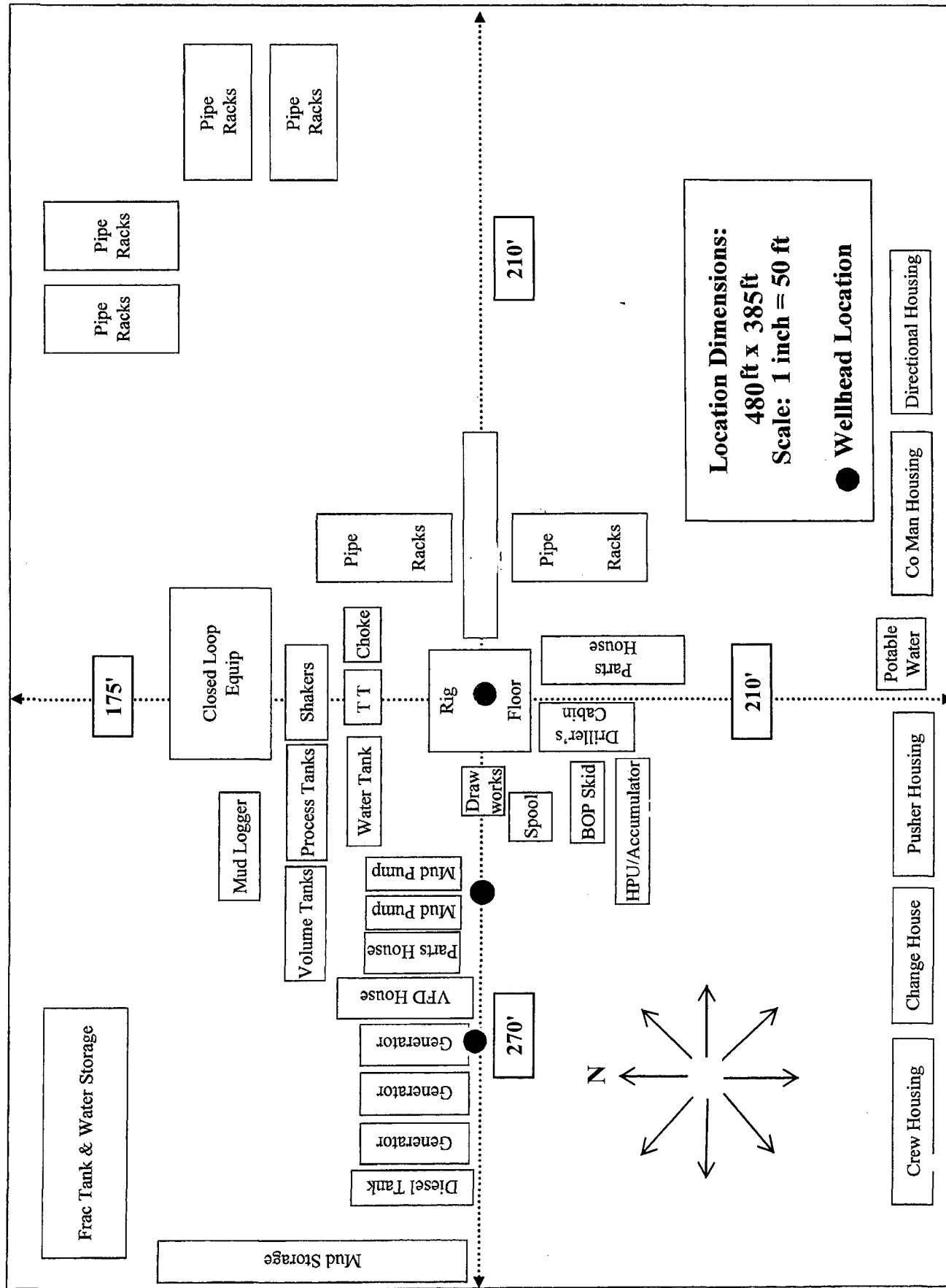
WGS\_1984\_Web\_Mercator\_Auxiliary\_Sphere  
Prepared by:  
Map is current as of: 21-Jun-2016



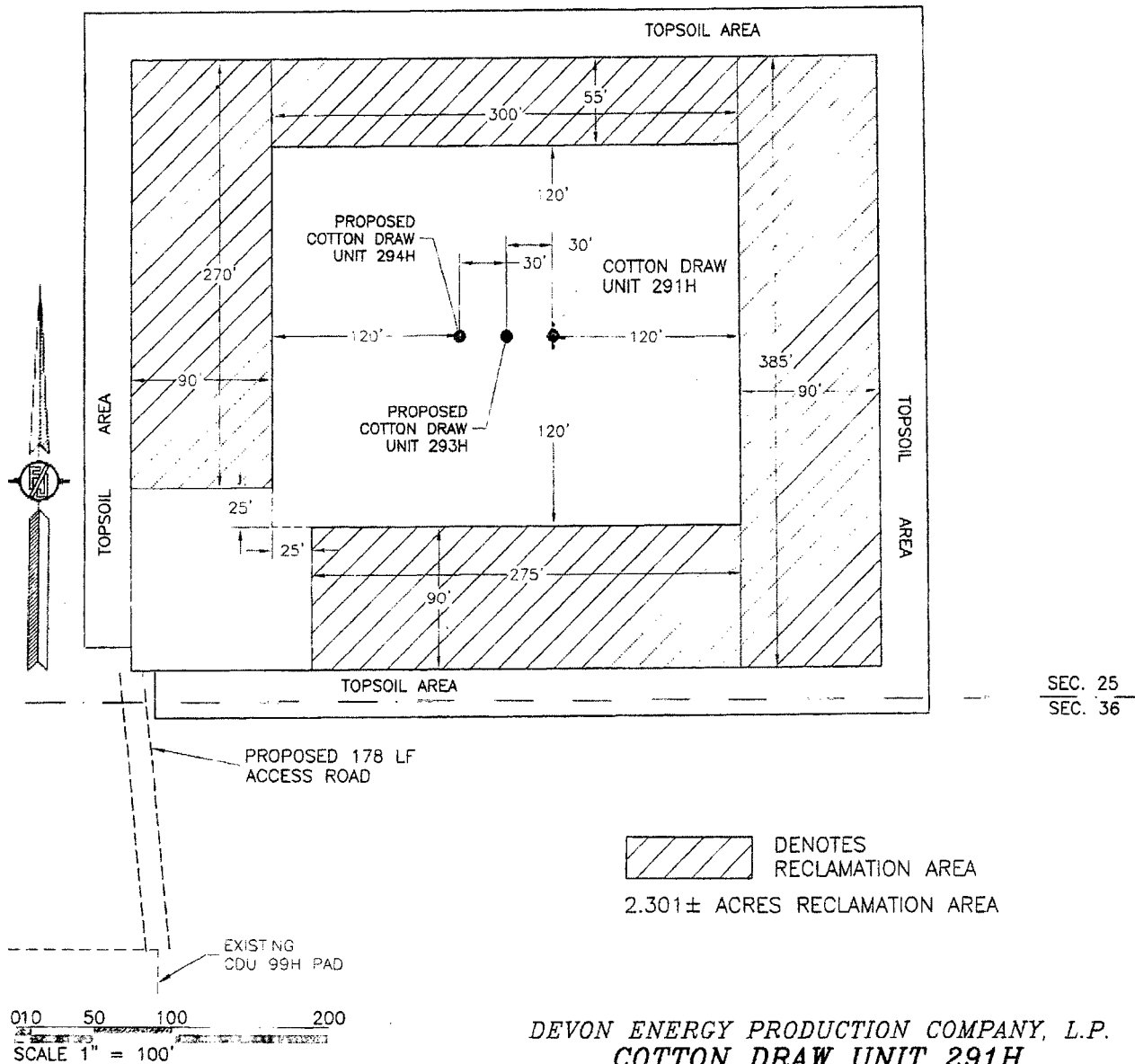
# Rig Location Layout

## 3 Well Pad

COTTON DRAW UNIT 291H



**PROPOSED INTERIM SITE RECLAMATION  
FOR COTTON DRAW UNIT 291H  
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 291H  
LOCATED 230 FT. FROM THE SOUTH LINE  
AND 1845 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. 4652

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

**PECOS DISTRICT  
DRILLING OPERATIONS  
CONDITIONS OF APPROVAL**

OPERATOR'S NAME:	Devon Energy Production Company
LEASE NO.:	NMNM012121
WELL NAME & NO.:	291H- Cotton Draw Unit
SURFACE HOLE FOOTAGE:	230'/S & 1845'/E
BOTTOM HOLE FOOTAGE:	290'/N & 1125'/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.

**I. 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 (H<sub>2</sub>S) monitors shall be installed prior to drilling out the surface shoe. If H<sub>2</sub>S 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.

## **II. 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.**

- A. 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.

1. If cement does not circulate to the surface, the appropriate BLM office shall



be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.

2. **Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.**
3. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
4. If cement falls back, remedial cementing will be done prior to drilling out that string.

B. The minimum required fill of cement behind the **9-5/8** inch intermediate casing, is:

**Intermediate casing must maintain 1/3 fluid filled during drilling operations**

- ☒ Cement to surface. If cement does not circulate see B.1.a, c-d above.  
**Additional cement maybe required. Excess calculates to 22%.**

C. The minimum required fill of cement behind the **5-1/2** inch production casing is:

- ☒ Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification.
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.

### **III. PRESSURE CONTROL**

- A. 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.
- B. 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).**

**C. 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.**

**D. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.**

- 1. 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).**
- 2. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer.**

3. 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.
4. The results of the test shall be reported to the appropriate BLM office.
5. 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.**
6. 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.

#### **IV. DRILL STEM TEST**

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

#### **V. 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.

**CLN 02082017**

# PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Devon Energy Production Company
LEASE NO.:	NMNM012121
WELL NAME & NO.:	291H- Cotton Draw Unit
SURFACE HOLE FOOTAGE:	230'/S & 1845'/E
BOTTOM HOLE FOOTAGE:	290'/N & 1125'/E
LOCATION:	Section 25, T.24 S., R.31 E., NMPM
COUNTY:	Eddy County, New Mexico

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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**

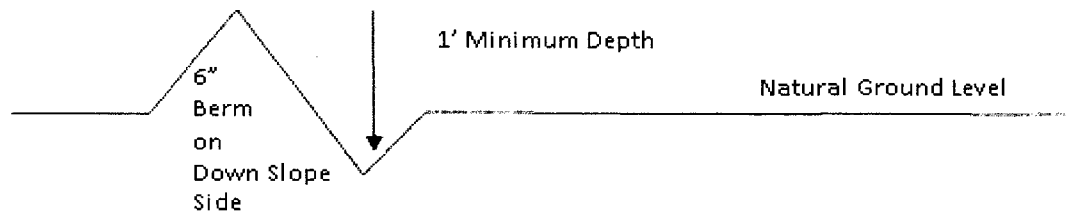
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

**Drainage**

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill out sloping 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

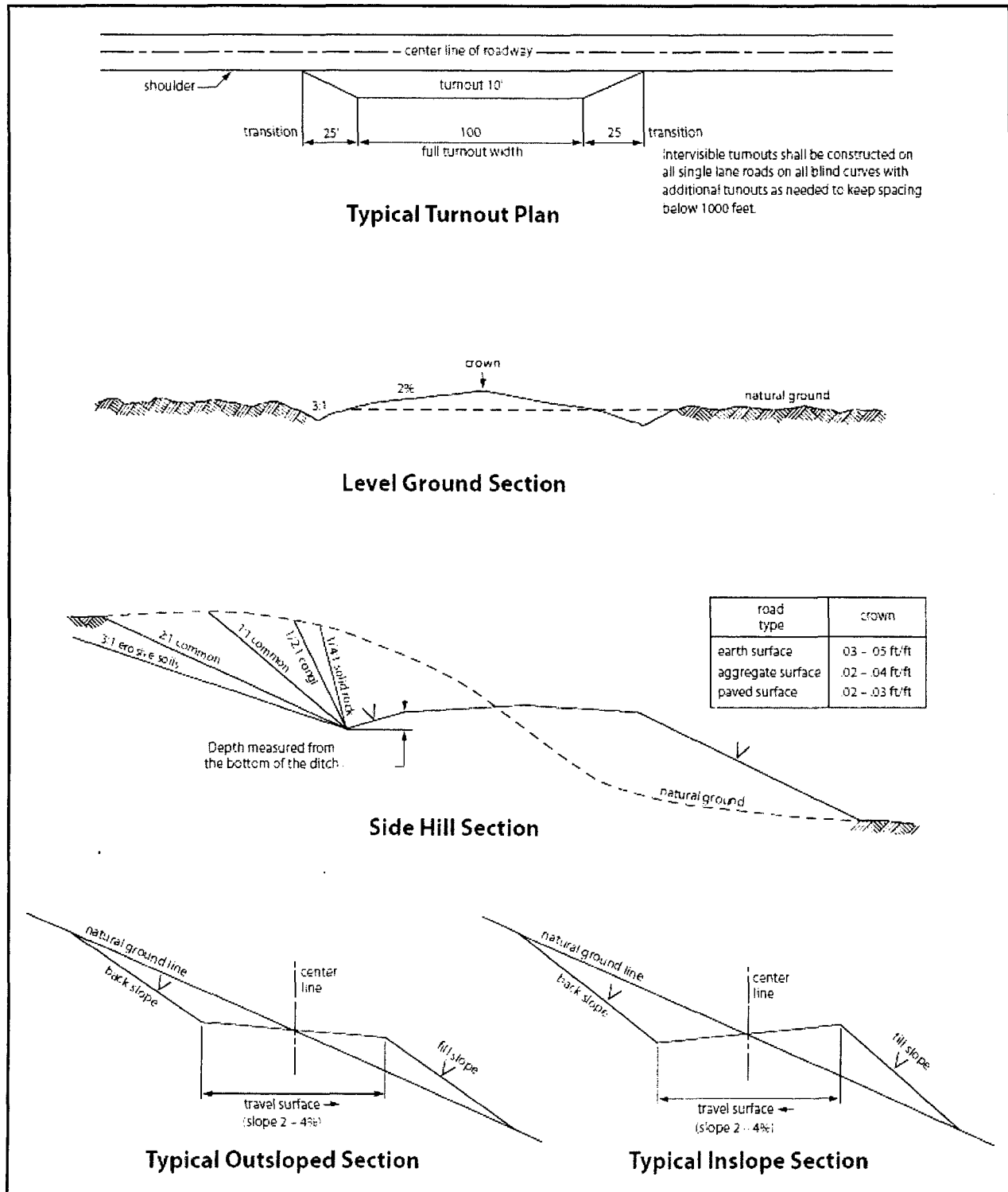


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

## **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