Form 3160-5 (June 2015)

NM OIL CONSERVATION ARTESIA DISTRICT

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

JAN 04 2019

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No.

| SUNDRY | 6. If Indian, Allottee or Tribe Name | | | | | | |
|--|--|--|--|---|--|---|--------------|
| Do not use thi abandoned wei | | | | | | | |
| SUBMIT IN | TRIPLICATE - Other inst | ructions on p | page 2 | | 7. If Unit or CA/Agree | ment, Name and/or | No. |
| 1. Type of Well | 8. Well Name and No. SPUD MUFFIN 31-30 FED COM 331H | | | | | | |
| ② Oil Well ☐ Gas Well ☐ Oth 2. Name of Operator | 9. API Well No. | | | | | | |
| DEVON ENERGY PRODUCT | 30-015-45459-00-X1 | | | | | | |
| 3a. Address 6488 SEVEN RIVERS HIGHV ARTESIA, NM 88211 | 10. Field and Pool or Exploratory Area CEDAR CANYON-BONE SPRING | | | | | | |
| 4. Location of Well (Footage, Sec., T | ., R., M., or Survey Description) | | | | 11. County or Parish, State | | |
| Sec 31 T23S R29E SWSW 27 32.255028 N Lat, 104.028221 | | | | | EDDY COUNTY, NM | | |
| 12. CHECK THE AI | PPROPRIATE BOX(ES) | TO INDICAT | TE NATURE O | F NOTICE, | REPORT, OR OTH | ER DATA | |
| TYPE OF SUBMISSION | | | TYPE OF | ACTION | | | |
| m N. C. C. | ☐ Acidize | ☐ Deep | en | ☐ Product | tion (Start/Resume) | ☐ Water Shut- | ou |
| Notice of Intent ■ | ☐ Alter Casing | ☐ Hydi | aulic Fracturing | ☐ Reclam | ation | ■ Well Integrit | ty |
| ☐ Subsequent Report | □ Casing Repair | □ New | Construction | ☐ Recom | plete | Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans | Plug | and Abandon | ☐ Tempor | orarily Abandon | | |
| | ☐ Convert to Injection | ■ Water I | Disposal | | | | |
| 13. Describe Proposed or Completed Op If the proposal is to deepen direction: Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f | ally or recomplete horizontally, it will be performed or provide operations. If the operation respondenment Notices must be file inal inspection. | give subsurface I the Bond No. on sults in a multiple ed only after all r | ocations and measu file with BLM/BIA completion or reco equirements, includ | red and true vo Required su impletion in a ing reclamation | ertical depths of all pertin bsequent reports must be new interval, a Form 316 | ent markers and zon filed within 30 days 0-4 must be filed on | ies. Sice |
| Devon Energy Production Co. formation change of the subje | , LP respectfully requests ct well: | approval for | a Name, Bottom | Hole, and | | | |
| Name Change: From Spud Muffin 31-30 Fed | Com 732H to Spud Muffin | 31-30 Fed C | om 331H | | | | |
| Bottom Hole Change: FROM: Sec. 30, T23S, R29E To: Sec. 30, T23S, R29E | 230 FNL\990 FWL 20 FNL\927 FWL | | PI | 102 AT. | ? | | |
| 14. I hereby certify that the foregoing is | s true and correct. Electronic Submission #- For DEVON ENERGY nmitted to AFMSS for proce | PRODUCTIO | N ĆOMPAN. sen | t to the Carl | sbad | | |
| Name (Printed/Typed) ERIN WO | RKMAN | | Title REGUL | ATORY CO | MPLIANCE PROF. | | |
| Signature (Electronic | Submission) | | Date 11/29/2 | 018 | | | |
| | THIS SPACE FO | OR FEDERA | L OR STATE | OFFICE U | SE | | |
| | | | | | | | |
| _Ap <u>pr</u> ove <u>d</u> By_MUSTAFA_HAQUE | | | TitlePETROLE | UM ENGIN | EER | Date 12/1 | 9/2018 |
| Conditions of approval, if any, are attache certify that the applicant holds legal or eq which would entitle the applicant to cond | uitable title to those rights in the | not warrant or subject lease | Office Carlsbad | | | | |

(Instructions on page 2) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

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.

RN 1-4-19

Additional data for EC transaction #445652 that would not fit on the form

32. Additional remarks, continued

Formation Change:

From: Purple Sage; Wolfcamp To: Cedar Canyon; Bone Spring

ATTACHMENTS: Directional Survey, Anti-Collision, Drilling Plan, & C-102

Thanks

Revisions to Operator-Submitted EC Data for Sundry Notice #445652

Operator Submitted

BLM Revised (AFMSS)

Sundry Type:

OTHER NOI

OTHER NOI

Lease:

NMNM82886

NMNM82886

Agreement:

Operator:

DEVON ENERGY PRODUCTION COMPAN 333 WEST SHERIDAN AVE. OKC, OK 73102 Ph: 405-552-7970

DEVON ENERGY PRODUCTION COMPAN 6488 SEVEN RIVERS HIGHWAY ARTESIA, NM 88211 Ph: 575.748.3371

Admin Contact:

ERIN WORKMAN REGULATORY COMPLIANCE PROF. E-Mail: Erin.workman@dvn.com

Ph: 405-552-7970

ERIN WORKMAN REGULATORY COMPLIANCE PROF. E-Mail: Erin.workman@dvn.com

Ph: 405-552-7970

Tech Contact:

Ph: 405-552-7970

ERIN WORKMAN REGULATORY COMPLIANCE PROF.

E-Mail: Erin.workman@dvn.com

ERIN WORKMAN

REGULATORY COMPLIANCE PROF.

E-Mail: Erin.workman@dvn.com

Ph: 405-552-7970

Location:

State: County:

NM EDDY

NM EDDY

Field/Pool:

PURPLE SAGE; WOLFCAMP

CEDAR CANYON-BONE SPRING

Well/Facility:

SPUD MUFFIN 31-30 FED COM 732H Sec 31 T23S R29E Mer NMP SWSW 270FNL 1275FWL

SPUD MUFFIN 31-30 FED COM 331H Sec 31 T23S R29E SWSW 270FSL 1275FWL 32.255028 N Lat, 104.028221 W Lon

NM OIL CONSERVATION **ARTESIA DISTRICT**

JAN 0 4 2019

District 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 Dignics II

811 S. First St., Artesia, NM 88210 Phone; (575) 748-1283 Fax: (575) 748-9720 ш 1000 Rio Brizos Road, Aztec, NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170 District_IV 1220 S. St. Francis Dr., Santa Fe, NM 87503

Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

Form C-102 Energy, Minerals & Natural Resources Depart RECEIVED Submit one copy to appropriate

OIL CONSERVATION DIVISION

District Office

1220 South St. Francis Dr. Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

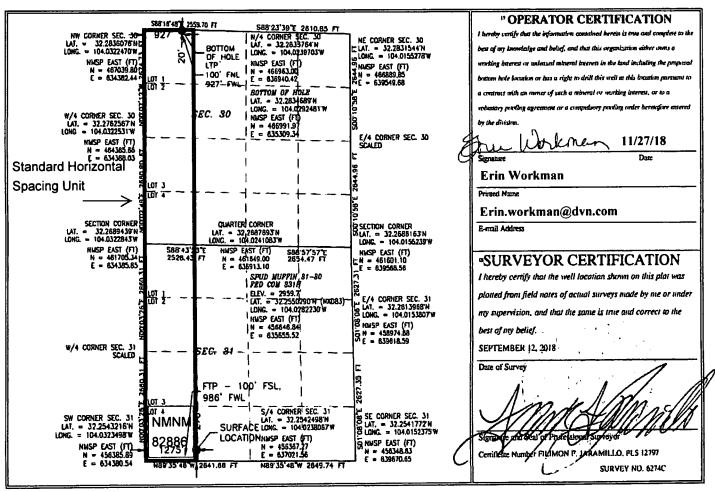
| 'API Number 30-015-45459 | ¹ Pool Code 11520 | 'Pool Name CEDAR CANYON; BONE SPRING | | | | |
|-----------------------------|---------------------------------|--------------------------------------|-----------------------|--|--|--|
| * Property Code | ' Proper SPUD MUFFIN | ty Name 31-30 FED COM | * Well Number 331H | | | |
| OGRID No. | Operate | or Name | * Elevation | | | |
| 6137 | DEVON ENERGY PRODU | 2959.7 | | | | |

Surface Location North/South line Feet from the East/West line UL or lot no. Section Township Lot Idn Feet from the County Range WEST **EDDY** 270 **SOUTH** 1275 29 E 31 23 S

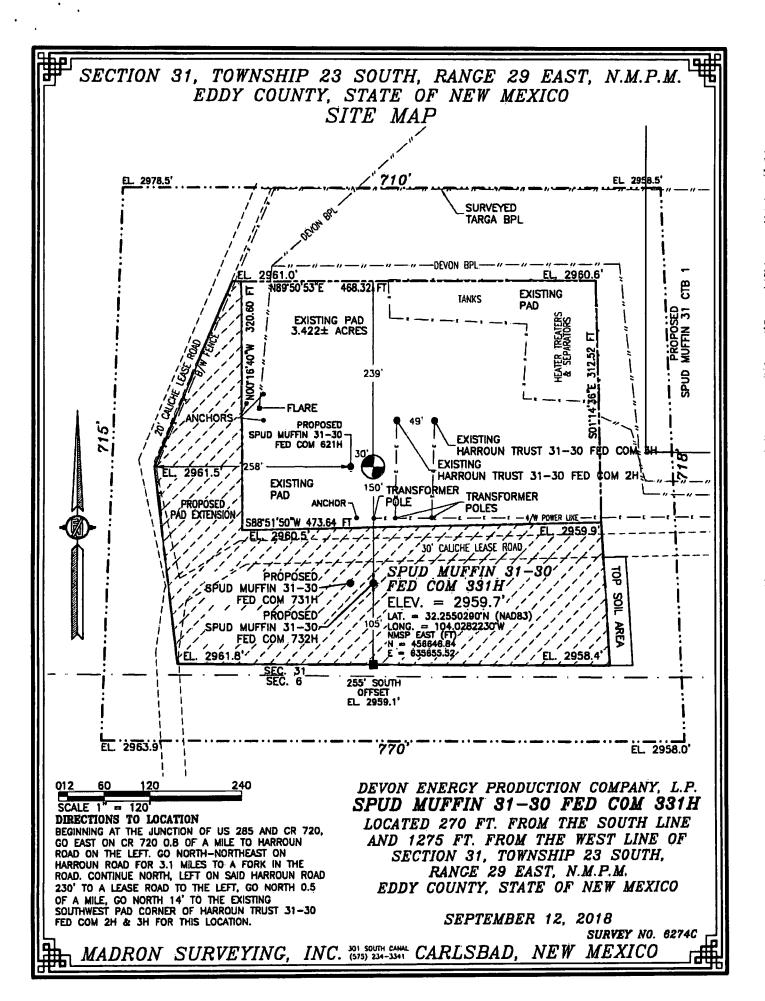
"Bottom Hole Location If Different From Surface

| UL or lot so. | Section 30 | Township 23 S | Range 29 E | Lot idn | Feet from the 20 | North/South line NORTH | Feet from the 927 | East/West line WEST | County EDDY |
|-----------------|---------------|------------------|---------------|------------|------------------|------------------------|-------------------|------------------------|----------------|
| Dedicated Acres | Joint o | r InПII "C | onsolidation | Code 13 Or | rder No. | | | | |

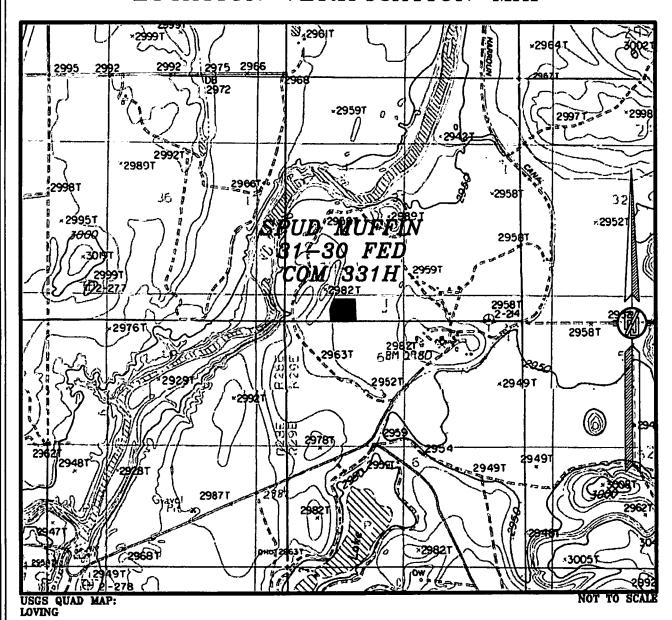
No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



| Intent | X | As Drill | ed | | | | | | | | | | |
|----------------------------|--------------|-----------------|--------------|--|----------------|--------------------------|----------|------------------------------|-------|-------------------------------|----------|---------------------|---------------|
| API# | 30-015 | -45459 | | | | | | | | | | | |
| Operator Name: Property Na | | | | | | | | Name: UFFIN 31-30 FED COM | | | | Well Number 331H | |
| Kick O | iff Point (| (KOP) | | | | | | | | | | | |
| UL | Section 31 | Township 23S | Range 29E | Lot | Feet 50 | From N/S Feet F | | | | om E/W County FWL EDD` | | ıY | |
| Latitu | L | 233 | _ <u> </u> | <u> </u> | Longitu | | <u> </u> | 1 3 | 21 | · · | <u> </u> | NAD 83 | <u> </u> |
| | ake Poin | | | | | | A1/5 | | | | 504 | County | |
| UL M | Section 31 | Township 23S | Range 29E | Lot 4 | | | | | | | EDDY | | |
| Latitu 32.2 | de 254569 | 7 | | | Longitude 104. | ^{ude} 029159 | 7 | | | | | NAD 83 | |
| Last T | ake Poin | t (LTP) | Range | Lot | Feet | From N | /S F | eet | From | | Coun | • | |
| D | 30 | 23S | 29E | 1 | 100 Longit | NORT | H 9 | 27 | WES | T | EDD |)Y | |
| | 283248 | 9 | | - | 1 | 029248 | 32 | | | | 83 | | |
| | | edefining v | | e Hori | zontal S | Spacing U | nit? | YES | | | | | |
| | ng Unit. | lease prov | ride API if | availal | ble, Qpe | erator Na | me an | ıd well r | numbe | r for I | Defini | ing well 1 | or Horizontal |
| 0== | ratar N- | | | | | Proper | tv Nai | me: | | | | | Well Number |
| Оре | rator Na | me; | | | | Tioper | ., 1441 | | | | | | |
| <u> </u> | | | | | | | | | | | <u> </u> | | KZ 06/29/201 |



SECTION 31, TOWNSHIP 23 SOUTH, RANGE 29 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO LOCATION VERIFICATION MAP



DEVON ENERGY PRODUCTION COMPANY, L.P.
SPUD MUFFIN 31-30 FED COM 331 H

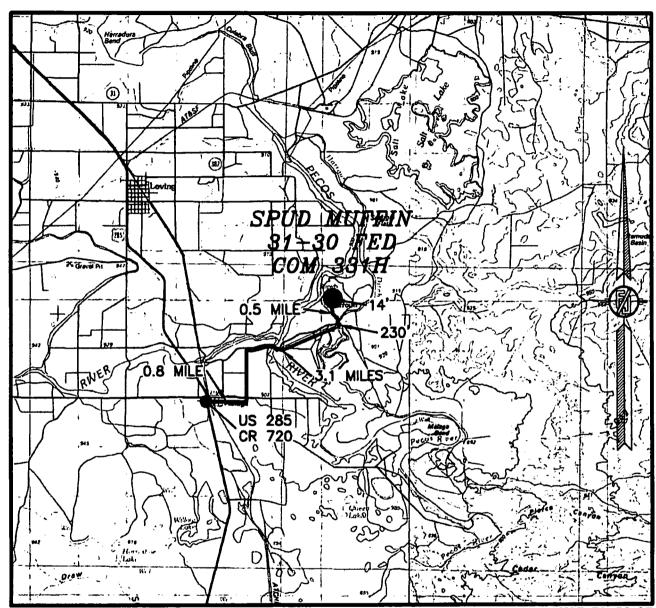
LOCATED 270 FT. FROM THE SOUTH LINE
AND 1275 FT. FROM THE WEST LINE OF
SECTION 31, TOWNSHIP 23 SOUTH,
RANGE 29 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

SEPTEMBER 12, 2018

SURVEY NO. 6274C

MADRON SURVEYING, INC. 301 SOUTH CARLSBAD, NEW MEXICO

SECTION 31, TOWNSHIP 23 SOUTH, RANGE 29 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO VICINITY MAP



DISTANCES IN MILES

NOT TO SCALE

DIRECTIONS TO LOCATION
BEGINNING AT THE JUNCTION OF US 285 AND CR 720,
GO EAST ON CR 720 0.8 OF A MILE TO HARROUN
ROAD ON THE LEFT. GO NORTH-NORTHEAST ON
HARROUN ROAD FOR 3.1 MILES TO A FORK IN THE
ROAD. CONTINUE NORTH, LEFT ON SAID HARROUN ROAD
230' TO A LEASE ROAD TO THE LEFT, GO NORTH 0.5
OF A MILE, GO NORTH 14' TO THE EXISTING
SOUTHWEST PAD CORNER OF HARROUN TRUST 31-30
FED COM 2H & 3H FOR THIS LOCATION.

DEVON ENERGY PRODUCTION COMPANY, L.P. SPUD MUFFIN 31-30 FED COM 331H

LOCATED 270 FT. FROM THE SOUTH LINE
AND 1275 FT. FROM THE WEST LINE OF
SECTION 31, TOWNSHIP 23 SOUTH,
RANGE 29 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

SEPTEMBER 12, 2018

SURVEY NO. 6274C

MADRON SURVEYING, INC. 301 SQUTH CANAL CARLSBAD, NEW MEXICO

SECTION 31, TOWNSHIP 23 SOUTH, RANGE 29 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO AERIAL PHOTO



NOT TO SCALE AERIAL PHOTO: GOOGLE EARTH FEB. 2017

DEVON ENERGY PRODUCTION COMPANY, L.P. SPUD MUFFIN 31-30 FED COM 331H

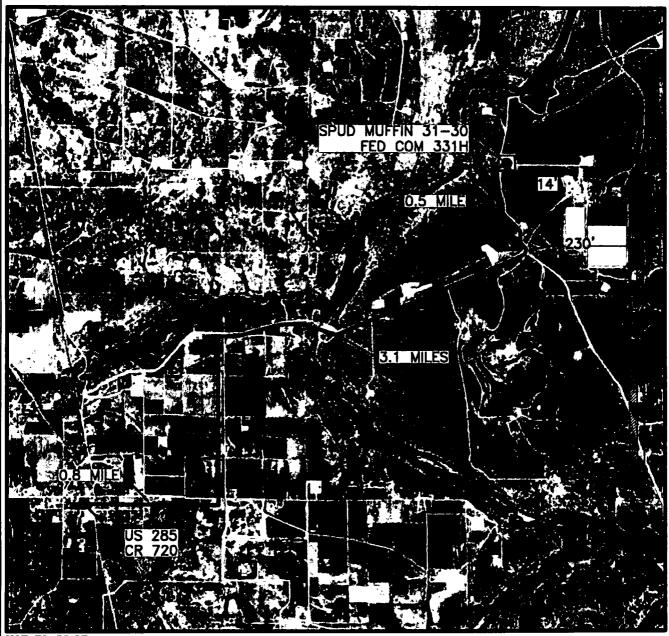
LOCATED 270 FT. FROM THE SOUTH LINE AND 1275 FT. FROM THE WEST LINE OF SECTION 31, TOWNSHIP 23 SOUTH, RANGE 29 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO

SEPTEMBER 12, 2018

SURVEY NO. 6274C

MADRON SURVEYING, INC. 301 SOUTH CAPAL CARLSBAD, NEW MEXICO

SECTION 31, TOWNSHIP 23 SOUTH, RANGE 29 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO AERIAL ACCESS ROUTE MAP



NOT TO SCALE AERIAL PHOTO: GOOGLE EARTH FEB. 2017

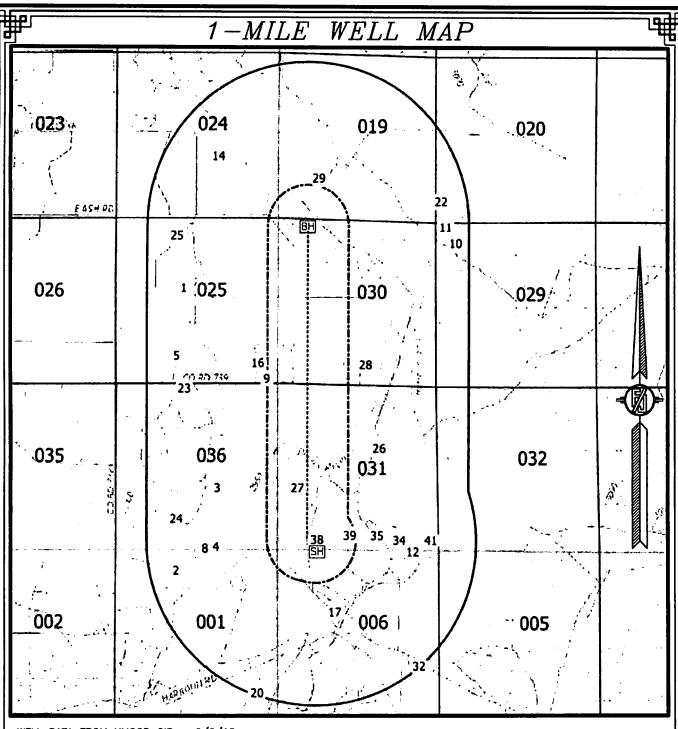
DEVON ENERGY PRODUCTION COMPANY, L.P. SPUD MUFFIN 31-30 FED COM 331H

LOCATED 270 FT. FROM THE SOUTH LINE AND 1275 FT. FROM THE WEST LINE OF SECTION 31, TOWNSHIP 23 SOUTH, RANGE 29 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO

SEPTEMBER 12, 2018

SURVEY NO. 6274C

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO



WELL DATA FROM NMOCD GIS - 6/6/18

BH BOTTOM OF HOLE

(XX) WELLS WITHIN 1 MILE

WELL PATH

1/4 MILE BOUNDARY

1-MILE BOUNDARY

DEVON ENERCY PRODUCTION COMPANY, L.P.
SPUD MUFFIN 31-30 FED COM 331H
LOCATED 270 FT. FROM THE SOUTH LINE
AND 1275 FT. FROM THE WEST LINE OF
SECTION 31, TOWNSHIP 23 SOUTH,
RANGE 29 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

SEPTEMBER 12, 2018

SURVEY NO. 6274C

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: DEVON ENERGY PRODUCTION COMPANY LP

LEASE NO.: | NMNM082886

WELL NAME & NO.: | SPUD MUFFIN 31-30 FED COM 331H

SURFACE HOLE FOOTAGE: 270'/S & 1275'/W BOTTOM HOLE FOOTAGE 20'/N & 927'/W

LOCATION: | SECTION 31, T23S, R29E, NMPM

COUNTY: | EDDY

| Potash | None | ○ Secretary | C R-111-P |
|----------------------|-----------------------|-----------------|------------------|
| Cave/Karst Potential | CLow | Medium | C High |
| Variance | None | © Flex Hose | Other |
| Wellhead | C Conventional | Multibowl ■ | |
| Other | ☐4 String Area | ☐Capitan Reef | □WIPP |

All previous COAs still apply except for the following:

A. CASING

- 1. The 13 3/8 inch surface casing shall be set at approximately 400 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. 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.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. 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.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 8 5/8 inch first intermediate casing is:

Option 1 (Single Stage):

Cement to surface. If cement does not circulate see B.1.a, c-d above.
 Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst.

For the 'Alternate Design II', operator has proposed to pump down 13 3/8" X 8 5/8" annulus. Operator must run a CBL from TD of the 8 5/8" casing to surface. Submit results to the BLM.

- ❖ In Medium Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- 3. The minimum required fill of cement behind the 7 5/8 inch second intermediate casing is:
 - Cement as proposed. If cement does not circulate, contact the appropriate BLM office.

In the case of lost circulation, operator has proposed to pump down 8 5/8" X 7 5/8" annulus. Operator must run a CBL from TD of the 7 5/8" casing to surface. Submit results to the BLM.

- 4. 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.

MHH 12182018

GENERAL 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)
 - \(\times \)
 Chaves and Roosevelt Counties
 Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.
 During office hours call (575) 627-0272.
 After office hours call (575)
 - Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
 - ✓ Lea CountyCall the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 393-3612

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. 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.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: 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 for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log.
- 3. 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. See individual casing strings for details regarding lead cement slurry requirements.

- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. 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.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.