

Form 3160-3
(February 2005)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007 11-1775. Lease Serial No.
SL: NM 0560355 BHL: NM66437

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.

Helios 6 Fed Com 2H

9. API Well No.

30-019-38483

10. Field and Pool, or Exploratory

Hackberry; Bone Spring, NM

11. Sec., T. R. M. or Blk and Survey or Area

Sec 6-T19S-R31E

12. County or Parish

Eddy

13. State

NM

1a. Type of work: ☒ DRILL ☐ REENTER1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone

2. Name of Operator

Devon Energy Production Co., LP

3a. Address 20 North Broadway
OKC, OK 731023b. Phone No. (include area code)
(405)-552-7802

4. Location of Well (Report location clearly and in accordance with any State requirements.)*

At surface SWSE 340' FSL & 1955' FEL Lot O

At proposed prod. zone NWNE 340' FNL & 1660' FEL Lot B

14. Distance in miles and direction from nearest town or post office*

Approximately 10 miles southeast of Loco Hills, NM.

15. Distance from proposed*
location to nearest
property or lease line, ft.
(Also to nearest drig. unit line, if any) 340'

16. No. of acres in lease

SL: 120 & BHL: 359

17. Spacing Unit dedicated to this well

159.74

18. Distance from proposed location*
to nearest well, drilling, completed,
applied for, on this lease, ft. SL: ~50' BHL: ~740'

19. Proposed Depth

TVD 8795' MD 13153

20. BLM/BIA Bond No. on file

CO-1104

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
3529.7' GL 3530'22. Approximate date work will start*
12/01/201023. 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:

1. Well plat certified by a registered surveyor.

2. A Drilling Plan.

3. A Surface Use Plan (if the location is on National Forest System Lands, the
SUPO must be filed with the appropriate Forest Service Office).4. Bond to cover the operations unless covered by an existing bond on file (see
Item 20 above).

5. Operator certification

6. Such other site specific information and/or plans as may be required by the
BLM.

25. Signature

Name (Printed/Typed)

Stephanie A. Ysasaga

Date

11/01/2010

Title

Sr. Staff Engineering Technician

Approved by (Signature)

Is/ Don Peterson

Name (Printed/Typed)

Date JAN 27 2011

Title

FIELD MANAGER

Office

CARLSBAD FIELD OFFICE

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.

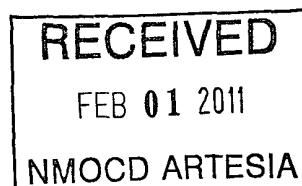
Conditions of approval, if any, are attached.

APPROVAL FOR TWO YEARS

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.

*(Instructions on page 2)

Capitan Controlled Water Basin

Approval Subject to General Requirements
& Special Stipulations AttachedSEE ATTACHED FOR
CONDITIONS OF APPROVAL

DRILLING PROGRAM

Devon Energy Production Company, LP

Helios 6 Fed Com 2H

Surface Location: 340' FSL & 1955' FEL, Unit O, Sec 6 T19S R31E, Eddy, NM

Bottom hole Location: 340' FNL & 1660' FEL, Unit B, Sec 6 T19S R31E, Eddy, NM

1. Geologic Name of Surface Formation

a. Permian

2. Estimated Tops of Geological Markers & Depths of Anticipated Fresh Water, Oil or Gas:

a. Rustler	530'	Barren
b. Salado	670'	Barren
c. Tansil Dolomite	2190'	Barren
d. Yates	2300'	Oil
e. Seven Rivers	2625'	Oil
f. Queen	3210'	Oil
g. San Andres	3730'	Oil
h. Delaware	4415'	Oil
i. Bone Springs	6385'	Oil
j. 1 st Bone Spring Ss	7785'	Oil
k. 2 nd Bone Spring Lime	8060'	Oil
l. 2 nd Bone Spring Ss	8610'	Oil
m. 2 nd Bone Spring Middle SS	8765'	Oil
n. 2 nd Bone Spring Middle Ss Base	8865'	Oil
o. 3 rd Bone Springs Lime	9005'	Oil
p. Total Depth	TVD 8795' MD 13160' 13153	

No other formations are expected to yield oil, gas or fresh water in measurable volumes. The surface fresh water sands will be protected by setting 13 3/8" casing at ~~590'~~^{630'} and circulating cement back to surface. The fresh water sands will be protected by setting 9 5/8" casing at 3150' and circulating cement to surface. The Delaware intervals will be isolated by setting 5 1/2" casing to total depth and circulating cement above the base of the 9 5/8" casing. All casing is new and API approved.

3. Casing Program:

<u>Hole Size</u>	<u>Hole Interval</u>	<u>OD Csg</u>	<u>Casing Interval</u>	<u>Weight</u>	<u>Collar</u>	<u>Grade</u>
17 1/2"	0'-590' ^{630'}	13 3/8"	0'-590' ^{630'}	48#	STC	H-40
12 1/4"	590'-3150'	9 5/8"	0'-3150'	40#	BTC	J-55
8 3/4"	3150'-8200	5 1/2"	0'-8200'	17#	LTC	P-110HC
8 3/4"	8200'- 13160' 13153	5 1/2"	8200'- 13160' 13153	17#	BTC	P-110HC

Design Parameter Factors:

<u>Casing Size</u>	<u>Collapse Design Factor</u>	<u>Burst Design Factor</u>	<u>Tension Design Factor</u>
13 3/8"	2.99	6.72	12.20
9 5/8" 36# J-55BTC	1.62	2.43	5.66
5 1/2" 17# P110LTC	1.64	2.02	1.55 2.9 per spec.
5 1/2" 17# P110LTC	1.84	2.27	5.22 1/19/11 wml

4. Cement Program: (Note: All cement volumes are calculated with 25% excesses.)

- a. 13 3/8" Surface **Lead:** 250 sacks Class C Cement + 2% bwoc Calcium Chloride + 0.125 lbs/sack Cello Flake + 4% bwoc Bentonite + 81.4% Fresh Water, 13.5 ppg. **Yield:** 1.75 cf/sk
- Tail:** 250 sacks Class C Cement + 2% bwoc Calcium Chloride + 0.125 lbs/sack Cello Flake + 56.3% Fresh Water, 14.8 ppg. **Yield:** 1.35 cf/sk.. **TOC @ surface.**
- b. 9 5/8" Intermediate **Lead:** 750 sacks (35:65) Poz (Fly Ash):Class C Cement + 5% bwow Sodium Chloride + 0.125 lbs/sack Cello Flake + 6% bwoc Bentonite + 107.8% Fresh Water, 12.5 ppg. **Yield:** 1.96 cf/sk
- Tail:** 300 sacks Class C Cement + 5% bwow Sodium Chloride + 0.125 lbs/sack Cello Flake + 0.4% bwoc Sodium Metasilicate + 4% bwoc MPA-5 + 52.7% Water, 14.8 ppg. **Yield:** 1.34 cf/sk. **TOC @ surface.**
- c. 5 1/2" Production **1st Stage**
Lead: 900 sacks (35:65) Poz (Fly Ash):Class H Cement + 5% bwow Sodium Chloride + 0.3% bwoc CD-32 + 0.5% bwoc FL-25 + 2% bwoc Bentonite + 0.6% bwoc Sodium Metasilicate + 0.5% bwoc FL-52A + 102.5% Fresh Water, 12.5 ppg. **Yield:** 2.00 cf/sk
- Tail:** 1,300 sacks (50:50) Poz (Fly Ash):Class H Cement + 1% bwow Sodium Chloride + 0.2% bwoc R-3 + 0.125 lbs/sack Cello Flake + 0.5% bwoc BA-10A + 4% bwoc MPA-5 + 58.3% Fresh Water, 14.2 ppg. **Yield:** 1.28 cf/sk
- DV TOOL at ~4,500 ft**
- 2nd Stage**
Lead: 215 sacks Class C Cement + 1% bwow Calcium Chloride + 0.125 lbs/sack Cello Flake + 157.8% Fresh Water, 11.4 ppg. **Yield:** 2.89 cf/sk

Tail: 150 sacks (60:40) Poz (Fly Ash):Class C Cement + 1% bwow Sodium Chloride + 0.2% bwoc R-3 + 0.125 lbs/sack Cello Flake + 0.5% bwoc BA-10A + 4% bwoc MPA-5 + 63.2% Fresh Water, 13.8 ppg. **Yield:** 1.37cf/sk. **TOC @ 2,600 ft**

TOC for All Strings:

Surface: 0'
Intermediate: 0'
Production: 2,600'

See COA [The above cement volumes could be revised pending the caliper measurement from the open hole logs. Actual cement volumes will be adjusted bases on fluid caliper and caliper log data.

5. Pressure Control Equipment:

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

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

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

6. Proposed Mud Circulation System

See COA

<u>Depth</u>	<u>Mud Wt.</u>	<u>Visc</u>	<u>Fluid Loss</u>	<u>Type System</u>
0' - 590' 630	8.4-9.0	30-34	NC	Fresh Water
590' - 3150'	9.8-10.0	28-32	NC	Brine
3150' - 13250'	8.6-9.0	28-32	NC-12	Fresh Water

The necessary mud products for weight addition and fluid loss control will be on location at all times.

7. Auxiliary Well Control and Monitoring Equipment:

- A Kelly cock will be in the drill string at all times.
- A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor at all times.
- Hydrogen Sulfide detection equipment will be in operation after drilling out the 13 3/8" casing shoe until the 5 1/2" casing is cemented. Breathing equipment will be on location upon drilling the 13 3/8" shoe until total depth is reached.

8. Logging, Coring, and Testing Program:

- Drill stem tests will be based on geological sample shows.

8. Logging, Coring, and Testing Program:

- a. Drill stem tests will be based on geological sample shows.
- b. If a drill stem test is anticipated; a procedure, equipment to be used and safety measures will be provided via sundry notice to the BLM.
- c. The open hole electrical logging program will be:
- i. Total Depth to Intermediate Casing Dual Laterolog-Micro Laterolog with SP and Gamma Ray. Compensated Neutron – Z Density log with Gamma Ray and Caliper.
 - ii. Total Depth to Surface Compensated Neutron with Gamma Ray
 - iii. ~~No coring program is planned~~
 - iv. Additional testing will be initiated subsequent to setting the 5 ½" production casing. Specific intervals will be targeted based on log evaluation, geological sample shows and drill stem tests.

See
CON

9. Potential Hazards:

- a. No abnormal pressures or temperatures are expected. There is no known presence of H₂S in this area. If H₂S is encountered the operator will comply with the provisions of Onshore Oil and Gas Order No. 6 No lost circulation is expected to occur. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Estimated BHP 3600 psi and Estimated BHT 145°. No H₂S is anticipated to be encountered.

10. Anticipated Starting Date and Duration of Operations:

- a. Road and location construction will begin after the BLM has approved the APD. Anticipated spud date will be as soon after BLM approval and as soon as a rig will be available. Move in operations and drilling is expected to take 32 days. If production casing is run then an additional 30 days will be needed to complete well and construct surface facilities and/or lay flow lines in order to place well on production.



Devon Energy

Eddy County

Sec 6 - T19S - R31E

Helios 6 Fed Com #2H

Wellbore #1

Plan: Plan #1

Standard Planning Report

27 October, 2010





Great White Directional Services Planning Report



Database:	EDM 5000.1 Single User Db	Local Co-ordinate Reference:	Site Sec 6 - T19S - R31E
Company:	Devon Energy	TVD Reference:	WELL @ 0.0usft (Original Well Elev)
Project:	Eddy County	MD Reference:	WELL @ 0.0usft (Original Well Elev)
Site:	Sec 6 - T19S - R31E	North Reference:	Grid
Well:	Helios 6 Fed Com #2H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Plan #1		

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

Site		Sec 6 - T19S - R31E			
Site Position:		Northing:	612,494.05 usft	Latitude:	32° 40' 59.031 N
From:	Map	Easting:	672,661.31 usft	Longitude:	103° 54' 23.396 W
Position Uncertainty:	0.0 usft	Slot Radius:	13-3/16 "	Grid Convergence:	0.23 °

Well	Helios 6 Fed Com #2H					
Well Position	+N/-S	0.0 usft	Northing:	612,494.05 usft	Latitude:	32° 40' 59.031 N
	+E/-W	0.0 usft	Easting:	672,661.31 usft	Longitude:	103° 54' 23.396 W
Position Uncertainty	0.0 usft	Wellhead Elevation:		Ground Level:	0.0 usft	

Wellbore	Wellbore #1				
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF200510	10/27/10	7.84	60.59	48,979

Design	Plan #1			
Audit Notes:				
Version:	Phase:	PLAN	Tie On Depth:	0.0
Vertical Section:	Depth From (TVD) (usft)	+N/-S (usft)	+E/-W (usft)	Direction (°)
	0.0	0.0	0.0	3.28

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
8,225.0	0.00	0.00	8,225.0	0.0	0.0	0.00	0.00	0.00	0.00	
9,120.4	90.00	3.28	8,795.0	569.1	32.6	10.05	10.05	0.00	3.28	
13,152.5	90.00	3.28	8,795.0	4,594.6	263.3	0.00	0.00	0.00	0.00	Helios #2H PBHL



Great White Directional Services Planning Report



Database: EDM 5000.1 Single User Db
Company: Devon Energy
Project: Eddy County
Site: Sec 6 - T19S - R31E
Well: Helios 6 Fed Com #2H
Wellbore: Wellbore #1
Design: Plan #1

Local Co-ordinate Reference: Site Sec 6 - T19S - R31E
TVD Reference: WELL @ 0.0usft (Original Well Elev)
MD Reference: WELL @ 0.0usft (Original Well Elev)
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
8,225.0	0.00	0.00	8,225.0	0.0	0.0	0.0	0.00	0.00	0.00
KOP 10.05°/100 DLS @ 3.28° AZI - 2nd Bone Spring Mid SS									
8,250.0	2.51	3.28	8,250.0	0.5	0.0	0.5	10.05	10.05	0.00
8,300.0	7.54	3.28	8,299.8	4.9	0.3	4.9	10.05	10.05	0.00
8,350.0	12.56	3.28	8,349.0	13.6	0.8	13.7	10.05	10.05	0.00
8,400.0	17.59	3.28	8,397.3	26.6	1.5	26.7	10.05	10.05	0.00
8,450.0	22.62	3.28	8,444.2	43.8	2.5	43.8	10.05	10.05	0.00
8,500.0	27.64	3.28	8,489.5	65.0	3.7	65.1	10.05	10.05	0.00
8,550.0	32.67	3.28	8,532.7	90.0	5.2	90.2	10.05	10.05	0.00
8,600.0	37.69	3.28	8,573.5	118.8	6.8	119.0	10.05	10.05	0.00
8,647.7	42.49	3.28	8,610.0	149.4	8.6	149.7	10.05	10.05	0.00
2n Bone Spring Ss									
8,650.0	42.72	3.28	8,611.7	151.0	8.7	151.2	10.05	10.05	0.00
8,700.0	47.75	3.28	8,646.9	186.4	10.7	186.7	10.05	10.05	0.00
8,750.0	52.77	3.28	8,678.9	224.8	12.9	225.2	10.05	10.05	0.00
8,800.0	57.80	3.28	8,707.3	265.8	15.2	266.2	10.05	10.05	0.00
8,850.0	62.82	3.28	8,732.1	309.2	17.7	309.7	10.05	10.05	0.00
8,900.0	67.85	3.28	8,752.9	354.5	20.3	355.1	10.05	10.05	0.00
8,934.6	71.33	3.28	8,765.0	386.9	22.2	387.5	10.05	10.05	0.00
2nd Bone Spring Mid Ss									
8,950.0	72.88	3.28	8,769.7	401.5	23.0	402.2	10.05	10.05	0.00
9,000.0	77.90	3.28	8,782.3	449.8	25.8	450.5	10.05	10.05	0.00
9,050.0	82.93	3.28	8,790.7	499.0	28.6	499.8	10.05	10.05	0.00
9,100.0	87.95	3.28	8,794.6	548.8	31.4	549.7	10.05	10.05	0.00
9,120.4	90.00	3.28	8,795.0	569.1	32.6	570.0	10.05	10.05	0.00
EOC - Hold to TD - 2nd BS Mid Ss Landing Depth									
9,200.0	90.00	3.28	8,795.0	648.6	37.2	649.6	0.00	0.00	0.00
9,300.0	90.00	3.28	8,795.0	748.4	42.9	749.6	0.00	0.00	0.00
9,400.0	90.00	3.28	8,795.0	848.3	48.6	849.6	0.00	0.00	0.00
9,500.0	90.00	3.28	8,795.0	948.1	54.3	949.6	0.00	0.00	0.00
9,600.0	90.00	3.28	8,795.0	1,047.9	60.1	1,049.6	0.00	0.00	0.00
9,700.0	90.00	3.28	8,795.0	1,147.8	65.8	1,149.6	0.00	0.00	0.00
9,800.0	90.00	3.28	8,795.0	1,247.6	71.5	1,249.6	0.00	0.00	0.00
9,900.0	90.00	3.28	8,795.0	1,347.4	77.2	1,349.6	0.00	0.00	0.00
10,000.0	90.00	3.28	8,795.0	1,447.3	82.9	1,449.6	0.00	0.00	0.00
10,100.0	90.00	3.28	8,795.0	1,547.1	88.7	1,549.6	0.00	0.00	0.00
10,200.0	90.00	3.28	8,795.0	1,646.9	94.4	1,649.6	0.00	0.00	0.00
10,300.0	90.00	3.28	8,795.0	1,746.8	100.1	1,749.6	0.00	0.00	0.00
10,400.0	90.00	3.28	8,795.0	1,846.6	105.8	1,849.6	0.00	0.00	0.00
10,500.0	90.00	3.28	8,795.0	1,946.5	111.6	1,949.6	0.00	0.00	0.00
10,600.0	90.00	3.28	8,795.0	2,046.3	117.3	2,049.6	0.00	0.00	0.00
10,700.0	90.00	3.28	8,795.0	2,146.1	123.0	2,149.6	0.00	0.00	0.00
10,800.0	90.00	3.28	8,795.0	2,246.0	128.7	2,249.6	0.00	0.00	0.00
10,900.0	90.00	3.28	8,795.0	2,345.8	134.4	2,349.6	0.00	0.00	0.00
11,000.0	90.00	3.28	8,795.0	2,445.6	140.2	2,449.6	0.00	0.00	0.00
11,100.0	90.00	3.28	8,795.0	2,545.5	145.9	2,549.6	0.00	0.00	0.00
11,200.0	90.00	3.28	8,795.0	2,645.3	151.6	2,649.6	0.00	0.00	0.00
11,300.0	90.00	3.28	8,795.0	2,745.1	157.3	2,749.6	0.00	0.00	0.00
11,400.0	90.00	3.28	8,795.0	2,845.0	163.0	2,849.6	0.00	0.00	0.00
11,500.0	90.00	3.28	8,795.0	2,944.8	168.8	2,949.6	0.00	0.00	0.00
11,600.0	90.00	3.28	8,795.0	3,044.7	174.5	3,049.6	0.00	0.00	0.00
11,700.0	90.00	3.28	8,795.0	3,144.5	180.2	3,149.6	0.00	0.00	0.00
11,800.0	90.00	3.28	8,795.0	3,244.3	185.9	3,249.6	0.00	0.00	0.00



Great White Directional Services Planning Report



Database:	EDM 5000.1 Single User Db	Local Co-ordinate Reference:	Site Sec 6 - T19S - R31E
Company:	Devon Energy	TVD Reference:	WELL @ 0.0usft (Original Well Elev)
Project:	Eddy County	MD Reference:	WELL @ 0.0usft (Original Well Elev)
Site:	Sec 6 - T19S - R31E	North Reference:	Grid
Well:	Helios 6 Fed Com #2H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Plan #1		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
11,900.0	90.00	3.28	8,795.0	3,344.2	191.7	3,349.6	0.00	0.00	0.00
12,000.0	90.00	3.28	8,795.0	3,444.0	197.4	3,449.6	0.00	0.00	0.00
12,100.0	90.00	3.28	8,795.0	3,543.8	203.1	3,549.6	0.00	0.00	0.00
12,200.0	90.00	3.28	8,795.0	3,643.7	208.8	3,649.6	0.00	0.00	0.00
12,300.0	90.00	3.28	8,795.0	3,743.5	214.5	3,749.6	0.00	0.00	0.00
12,400.0	90.00	3.28	8,795.0	3,843.3	220.3	3,849.6	0.00	0.00	0.00
12,500.0	90.00	3.28	8,795.0	3,943.2	226.0	3,949.6	0.00	0.00	0.00
12,600.0	90.00	3.28	8,795.0	4,043.0	231.7	4,049.6	0.00	0.00	0.00
12,700.0	90.00	3.28	8,795.0	4,142.8	237.4	4,149.6	0.00	0.00	0.00
12,800.0	90.00	3.28	8,795.0	4,242.7	243.1	4,249.6	0.00	0.00	0.00
12,900.0	90.00	3.28	8,795.0	4,342.5	248.9	4,349.6	0.00	0.00	0.00
13,000.0	90.00	3.28	8,795.0	4,442.4	254.6	4,449.6	0.00	0.00	0.00
13,100.0	90.00	3.28	8,795.0	4,542.2	260.3	4,549.6	0.00	0.00	0.00
13,152.5	90.00	3.28	8,795.0	4,594.6	263.3	4,602.2	0.00	0.00	0.00

TD at 13152.5 - Helios #2H PBHL

Design Targets

Target Name

- hit/miss target	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
- Shape									
Helios #2H PBHL	0.00	0.00	8,795.0	4,594.6	263.0	617,088.69	672,924.28	32° 41' 44.485 N	103° 54' 20.102 W
- plan misses target center by 0.3usft at 13152.5usft MD (8795.0 TVD, 4594.6 N, 263.3 E)									
- Point									

Formations

Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)
8,060.0	8,060.0	2nd Bone Spring Lime		0.00	
8,225.0	8,225.0	2nd Bone Spring Mid SS		0.00	
8,647.7	8,610.0	2n Bone Spring Ss		0.00	
8,934.6	8,765.0	2nd Bone Spring Mid Ss		0.00	
9,120.4	8,795.0	2nd BS Mid Ss Landing Depth		0.00	

Plan Annotations

Measured Depth (usft)	Vertical Depth (usft)	Local Coordinates +N/-S (usft)	+E/-W (usft)	Comment
8,225.0	8,225.0	0.0	0.0	KOP 10.05°/100 DLS @ 3.28° AZI
9,120.4	8,795.0	569.1	32.6	EOC - Hold to TD
13,152.5	8,795.0	4,594.6	263.3	TD at 13152.5

devon

Project: Eddy County
Site: Sec 6 - T19S - R31E
Well: Helios 6 Fed Com #2H
Wellbore: Wellbore #1
Design: Plan #1

WELL DETAILS: Helios 6 Fed Com #2H

N-S	E-W	Northing	Easting	Latitude	Longitude
0.0	0.0	612494.05	672661.31	32° 40' 59.031 N	103° 54' 23.396 W
SHL: 340' FSL / 1955' FEL					
BHL: 340' FNL / 1660' FEL					



Azimuths to Grid North

Total Correction: 7.61°

Magnetic Field
Strength: 48978.9snT
Dip Angle: 60.59°
Date: 10/27/2010
Model: IGRF200510

DESIGN TARGET DETAILS

Name	TVD	+N-S	+E-W	Northing	Easting	Latitude	Longitude
Helios #2H PBHL	8795.0	4594.6	263.0	617088.69	672924.28	32° 41' 44.485 N	103° 54' 20.102 W

- plan misses target center by 0.3usft at 13152.5usft MD (8795.0 TVD, 4594.6 N, 263.3 E)

PLAN DETAILS

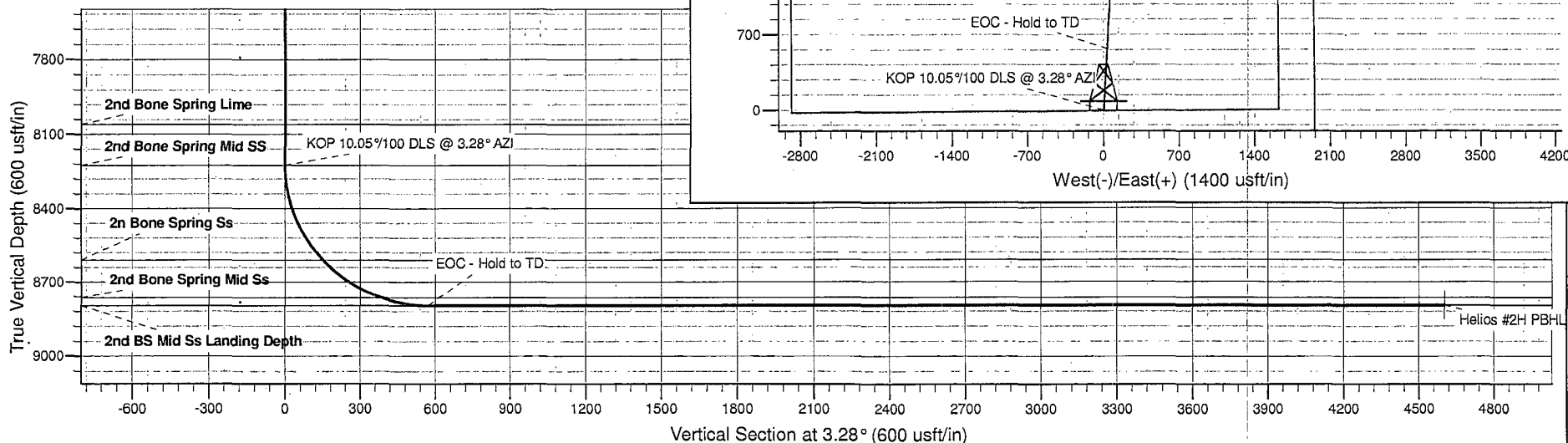
MD	Inc	Azi	TVD	+N-S	+E-W	Dleg	TFace	Vsect	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.0	
8225.0	0.00	0.00	8225.0	0.0	0.0	0.00	0.00	0.0	
9120.4	90.00	3.28	8795.0	569.1	32.6	10.05	3.28	570.0	
13152.5	90.00	3.28	8795.0	4594.6	263.3	0.00	0.00	4602.2	Helios #2H PBHL

ANNOTATIONS

TVD	MD	Inc	Azi	+N-S	+E-W	Vsect	Departure	Annotation
8225.0	8225.0	0.00	0.00	0.0	0.0	0.0	0.0	KOP 10.05°/100 DLS @ 3.28° AZI
8795.0	9120.4	90.00	3.28	569.1	32.6	570.0	570.0	EOC - Hold to TD
8795.0	13152.5	90.00	3.28	4594.6	263.3	4602.2	4602.2	TD at 13152.5

FORMATION TOP DETAILS

TVDPath	MDPath	Formation	DipAngle
8060.0	8060.0	2nd Bone Spring Lime	0.00
8225.0	8225.0	2nd Bone Spring Mid SS	0.00
8610.0	8647.7	2n Bone Spring Ss	0.00
8765.0	8934.6	2nd Bone Spring Mid Ss	0.00
8795.0	9120.4	2nd BS Mid Ss Landing Depth	0.00

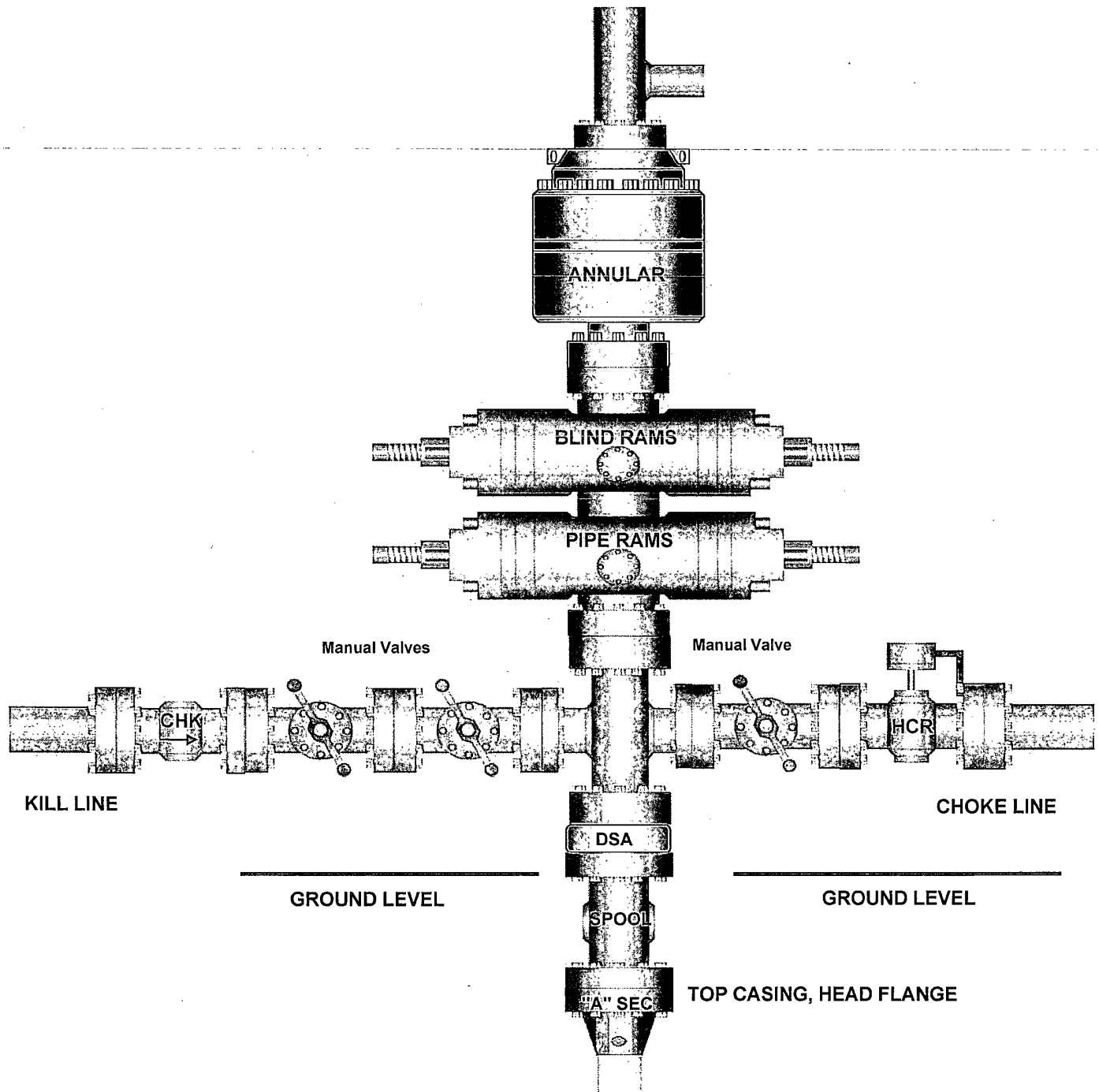


Attachment to Exhibit #1
NOTES REGARDING BLOWOUT PREVENTERS
Devon Energy Production Company, LP
Helios 6 Fed Com 2H

Surface Location: 340' FSL & 1955' FEL, Unit O, Sec 6 T19S R31E, Eddy, NM
Bottom hole Location: 340' FNL & 1660' FEL, Unit B, Sec 6 T19S R31E, Eddy, NM

1. Drilling nipple will be constructed so it can be removed mechanically without the aid of a welder. The minimum internal diameter will equal BOP bore.
2. Wear ring will be properly installed in head.
3. Blowout preventer and all associated fittings will be in operable condition to withstand a minimum 5000 psi working pressure.
4. All fittings will be flanged.
5. A full bore safety valve tested to a minimum 5000 psi WP with proper thread connections will be available on the rotary rig floor at all times.
6. All choke lines will be anchored to prevent movement.
7. All BOP equipment will be equal to or larger in bore than the internal diameter of the last casing string.
8. Will maintain a kelly cock attached to the kelly.
9. Hand wheels and wrenches will be properly installed and tested for safe operation.
10. Hydraulic floor control for blowout preventer will be located as near in proximity to driller's controls as possible.
11. All BOP equipment will meet API standards and include a minimum 40 gallon accumulator having two independent means of power to initiate closing operation.

13-5/8" x 5,000 psi BOP Stack



5,000 PSI CHOKE MANIFOLD

