

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-NM83037
2. Name of Operator Devon-SFS Operating, Inc.		6. If Indian, Allottee or Tribe Name N/A
3a. Address 20 N. Broadway, Suite 1500, OKC, OK 73102		7. If Unit or CA/Agreement, Name and/or No. N/A
3b. Phone No. (include area code) (405)552-4595		8. Well Name and No. Jones Canyon "4" Federal #8
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SHL: 1150' FSL & 943' FEL, Unit P, Section 4-T22S-R24E, Eddy Cnty, NM BHL: 697' FSL & 725' FEL, Unit P, Section 4-T22S-24E, Eddy Cnty, NM		9. API Well No. 30-015-32292
		10. Field and Pool, or Exploratory Area Indian Basin (Upper Penn) Assoc.
		11. County or Parish, State Eddy County New Mexico

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/ Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Completion</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

8-2-2002 thru 9-24-2002 Ran bit, DC's and 2 7/8" 6.5# L-80 tubing. Drilled DV tools at 3916' and 7924' (ECP at 7967'), cement, and float collar to PBTD; press tested to 1000 psi before, during and after. Ran tapered mill to PBTD 8552'. RU BJ Srvs. Pickled tubing with 500 gals 15% HCl.

RU Schlumberger and ran CBL on 8-06-2002; TOC at surface. RU Scientific Drlg and ran gyro svy.

Perf'd Upper Penn with 2 SPF as follows: 8246-8278' with 65 holes, 8154-8164' with 21 holes, 8172-8180' with 17 holes, 8191-8196' with 11 holes, 8233-8240' with 15 holes; total 129 holes (0.41" EHD).
Ran and set RBP at 8358' and packer at 8092'. Press tested casing to 500 psi. RU BJ Srvs.

Acidized perfs 8154-8278' down tubing with 13,500 gals 20% NeFe acid + 200 BS at AIR 12.5 BPM with 1700 psi. ISIP 0 psi. POH with packer and RBP. NU wellhead. SI for press BU and assembled pump.
RIH with Reda 511 stage DN3000 pump and 260 jts 2 7/8" 6.5# L-80 tubing; EOS at 8500'. Began pump testing.

9-21-2002 thru 9-24-2002 Killed well. POH with pump and assembly. Ran Reda 481 stage DN3000 pump and 260 jts 2 7/8" 6.5# L-80 tubing; EOS at 8494'. ND BOP, NU wellhead. Resumed pump testing.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Candace R. Graham 405/235-3611 X4520		Title Engineering Tech.
Signature <i>Candace R. Graham</i>		Date 10/15/2002

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title
Conditions of approval, if any, are attached. Approval of this notice 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.	Office

Title 18 U.S.C. Section 1001, makes 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 reverse)