Form 3160 - 3 (April 2004)

## UNITED STATES

ኅበባር	DEC.	FORM APPROVED OMB No. 11004-0137 Express March 11, 2007
(000	0.0	5. Lease Serial No.
	1	REC. NM. 03358

DEPARTMENT OF THE I BUREAU OF LAND MAN		( 4 -	-	5. Lease Serial No.		
APPLICATION FOR PERMIT TO I		REENTER	070 F	6. If Indian Allotee or Tr	ibe Name	
la. Type of work: DRILL REENTE	.R		· · · · · · · · · · · · · · · · · · ·	7. If Unit or CA Agreement Northeast Blanco U		
lb. Type of Well: Oil Well Gas Well Other	Si	ngle Zone Multip	ple Zone	8. Lease Name and Well N NEBU 63M	10.	
2. Name of Operator <b>Devon Energy Production Company, L.</b>	P.			9 API Well No.	33476	
3a. Address PO Box 6459 Farmington, NM 87419	3b. Phone No. 505-63	(include area code) 2-0244		TO. Field and Pool, or Exploratory  Blanco Mesaverde/Pictured Cliffs		
4. Location of Well (Report location clearly and in accordance with any At surface	FEL	ents.*)		11. Sec., T. R. M. or Blk. and  Sec. 1, T31N, R7W	1 Survey or Area	
14. Distance in miles and direction from nearest town or post office*  Approximately 9.5 miles			Note that the second	12. County or Parish	13. State NM	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)  890'				MV Acres & 181.40 PC Acres 11/15/16/70		
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 20. Bl 6,246 MD/6,209 VD			BIA Bond No. on file	MAR 2008	
21. Elevations (Show whether DF, KDB, RT, GL, etc.)  GR 6,511'	22. Approxi	nate date work will sta 04/01/2005	rt*	23. Estimated duration Unknown		
	24. Attac			fio.	Dist. 8	
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office).</li> </ol>		4. Bond to cover the ltem 20 above). 5. Operator certification.	he operatio cation specific info	ins torm:  one unless covered by an existing the covered by	ing boild on file (see 7 )	
25. Signature 11.5. 12.	<b>j</b>	(Printed/Typed) Melisa Zimmerman	1	Date	2-8-05	
Title Senior Operations Technician						
Approved by Signague Man Region	Name	(Printed/Typed)		Date	3/12/06	
Title AFM	Office	FFE	7			
Application approval does not warrant or certify that the applicant hold conduct operations thereon.  Conditions of approval, if any, are attached.	s legal or equi	table title to those righ	its in the sub	oject lease which would entitle	the applicant to	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a cr	ime for any p	erson knowingly and v	willfully to n	nake to any department or age	ncy of the United	

\*(Instructions on page 2)

HOLD C104 FOR directional Survey

This action is subject to technical and precedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".

District I PO Box 1980, Hobbs NM 88241-1980 District II PO Drawer KK, Artesia, NM 87211-0719 1000 Rio Brazos Rd., Aztec, NM 87410

PO Box 2088, Santa Fe, NM 87504-2088

District IV

#### State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

PO Box 2088

Santa Fe, NM 87504-2088

Form C-102 Revised February 21, 1994

Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

RECEIVED

AMENDED REPORT

	. /	WE	LL LO	CATION	I AND AO	CREAGE DEDIC	ATION PL	ON HIA					
30-04	API Number		1	2 Pool Code	;	Lanco Mesoverd	<sup>1</sup> Pool	Name	Red	runed Cliffs			
1 Property	Code		<sup>5</sup> Property Name <sup>6</sup> Well Number										
19441	/	N	IEBU		- # 63M								
<sup>†</sup> OGRID	No.			* Operator Name   * Elevation									
6137		D	evon F	Energy P	roductio	n Company, L.I	·			6511			
					10 Surfac	e Location				• ,			
UL or Lot No.	Section	Township	Range	Lot Idn	Feet from th	e North/South line	Feet from the	East/West	line	Соильу			
O	1	31 N	7 W		890	SOUTH	1515	EA	ST	SAN JUAN			
			" Bott	tom Hole	Location	If Different From	m Surface						
<sup>7</sup> UL or lot no.	Section	Township	Range	Loi Idn	Feet from the	ne North/South line	Feet from the	East/Wes	t line	County			
, <b>P</b>	1	31 N	7 W		1300	SOUTH	1300	1300 EA		SAN JUAN			
NO ALLO	- PC E	all Leg WILL BE A		ED TO TH	IS COMPLI	ETION UNTIL ALL S BEEN APPROVED			EN CC	ONSOLIDATED			
16				5276'(R)			ļ			TIFICATION			
										ation contained herein is my knowledge and belief			
			5	337.4					フ・				
Lot 8		Lot	7	1	Lot 6	Lot 5	Signature Melis	S-X	nne K	eman			
, ,							Printed N  SR. C  Title			Tech.			

correct to the best of my belief.

**SURVEYOR CERTIFICATION** 

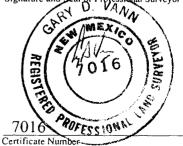
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and

Date

Bottom Hole Location 1300' F/SL 1300' F/EL

Azimuth - 27°40' 463' 1515'

> Signature and mal Surveyor



890

Submit 3 Copies To Appropriate District Office	State of 1	New Me	exico		Form C-103
<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals	and Natu	ral Resources	WELL APINO.	March 4, 2004
<u>District II</u> 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERV	ATION	DIVISION	5. Indicate Type	
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South			STATE	FEE
District IV 1220 S. St. Francis Dr., Santa Fe, NM	Santa Fe	, NM 87	7505	6. State Oil & G NM 03358	as Lease No.
87505	EG AND DEBORTO ON	LIVELLO			
SUNDRY NOTICE (DO NOT USE THIS FORM FOR PROPOSA	ES AND REPORTS ON LS TO DRILL OR TO DEEP			/. Lease Name (	or Unit Agreement Name
DIFFERENT RESERVOIR. USE "APPLICA" PROPOSALS.)	TION FOR PERMIT" (FORM	4 C-101) FO	OR SUCH		BLANCO UNIT
1. Type of Well:	8. Well Number				
Oil Well Gas Well 🛛 C	Other				
2. Name of Operator  Devon Ener	gy Production Compa	nv. L.P.		9. OGRID Num 6137	ber
3. Address of Operator		y,		10. Pool name o	or Wildcat
PO Box 6459, Navajo Dam, NM 8	7419			Mesaverde / Pict	cured Cliffs
4. Well Location					
Unit LetterO:890	'feet from theSou	uth line	and1,515'f	eet from theEa	stline
Section 1 Township	31N Range 7W	NM	PM Cou	nty - SAN JUAN	
	11. Elevation (Show wh				A CONTRACTOR OF THE
Pit or Below-grade Tank Application (For p	GR 6,511'	res a form	C-144 must be attache	d)	
Pit Location: UL_O_Sect_1_Twp_31N_					rest fresh water well >1000'
Distance from nearest surface water_>100					
feet from theline and	feet from the	_line			
	propriate Box to Inc	dicate N			
NOTICE OF INT		( <del></del> -)		SEQUENT RE	
PERFORM REMEDIAL WORK	PLUG AND ABANDON		REMEDIAL WOR	к 🗆	ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS		COMMENCE DRI	LLING OPNS.	PLUG AND  ABANDONMENT
	MULTIPLE		CASING TEST AN	ND 🗆	ADANDONNLINI
	COMPLETION		CEMENT JOB		
OTHER: CONSTRUCT DRILLING P	IT	$\boxtimes$	OTHER:		
13. Describe proposed or complet					
of starting any proposed work or recompletion.	i). SEE RULE 1103. F	or Multip	le Completions: At	tach wellbore diag	ram of proposed completion
14.					
Devon Energy will be co	_	,			
with the NMOCD regul	lations with the cut	tting of	the liner applyi	ng to the BLM	rules.
I hereby certify that the information ab	ove is true and complete	e to the be	est of my knowledg	e and belief. I furt	her certify that any pit or below-
grade tank has been/will be constructed or clo	osed according to NMOCD g	guidelines 🛭	🛚, a general permit 🗌	or an (attached) alter	native OCD-approved plan .
SIGNATURE (1.5.		TITLE _	Sr Operations Tec	hnician	DATE <u>/2-8-05</u>
Type or print name Melisa Zimmern	nan E-mail addres	s: Melis	a.zimmerman@dvn	.com Telephone	e No. 405-552-7917
(This space for State use)	$\Omega_{\ell}$				
APPPROVED BY	IK II T	TTLB	JTY ON & GAS INCO	ECTOR, USI. 6.	DATEMAR 1 3 2006
Conditions of approval, it any:	1			· · · · · · · · · · · · · · · · · · ·	— <del>MWV T O C</del> 000

#### PAD LAYOUT PLAN & PROFILE DEVON ENERGY PRODUCTION COMPANY, L.P.

Nebu # 63M 890' F/SL 1515' F/EL SEC. 1, T31N, R7W, N.M.P.M. SAN JUAN COUNTY, NEW MEXICO

36.9236° Lat: 107.5183° Long: 36°55'25" 107°31'06" Lat: Long:

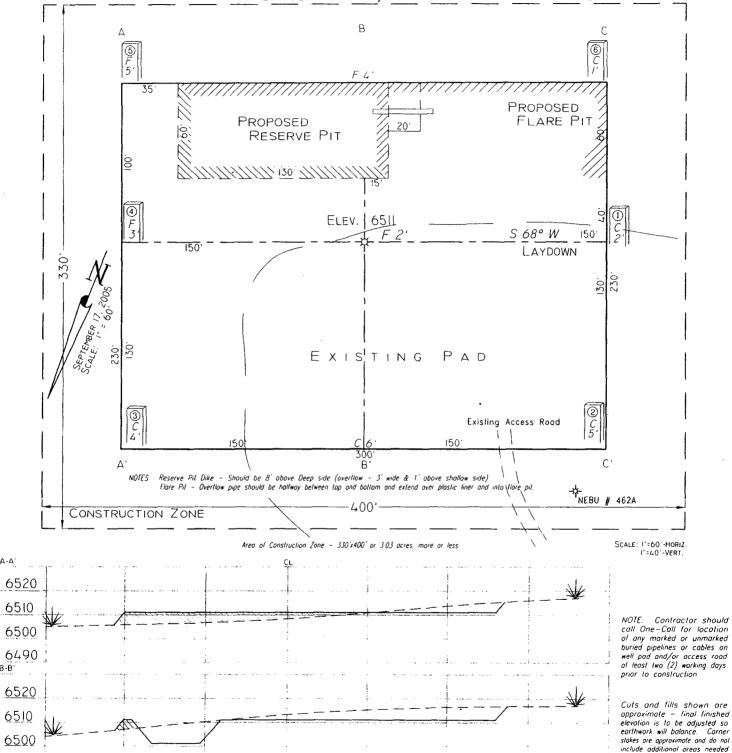
for sideslopes and drainages. Final Pad Dimensions are to

VANN SURVEYS

P. O. Box 1306

Farmington, NM

be verified by Contractor



Α-Α

B-B

6490 C-C

6520 6510

6500

6490

### NEBU 63M Unit O 1-T31N-R7W San Juan Co., NM

#### **DRILLING PLAN**

### 1. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS & ANTICIPATED WATER, OIL, GAS OR MINERAL FORMATIONS:

Formation	TVD (FT)	TMD (FT)	Hydrocarbon/Water Bearing Zones
San Jose	Surface	Surface	
Ojo Alamo	2390	2415	Aquifer
Kirtland	2510	2537	
Fruitland	2986	3020	Gas
Pictured Cliffs Tongue	3327	3364	Gas
Pictured Cliffs Main	3440	3477	Gas
Lewis	3582	3619	Gas
Intermediate TD	3682	3719	
Mesaverde	4246	4283	Gas
Chacra \ Otera	4654	4691	Gas
Cliff House	5427	5464	Gas
Menefee	5484	5521	Gas
Point Lookout	5743	5780	Gas
Mancos	6109	6146	Gas
TD	6209	6246	

<sup>\*</sup>All shows of fresh water and minerals will be adequately protected and reported.

#### 2. PRESSURE CONTROL EQUIPMENT:

All well control equipment shall be in accordance with Onshore Order #2 for 2M systems.

The minimum specifications for pressure control equipment that will be provided are included on the attached schematic diagram, which shows the size, and pressure ratings.

2000# BOP With Pipe Rams and 2000# BOP With Blind Rams

Auxiliary equipment to be used:

• Upper kelly cock with handle available.

The manifold includes appropriate valves and adjustable chokes. The kill line will have one check valve. Ram type preventers will be pressure tested to full working pressure (utilizing a test plug) or 70% of the internal yield pressure (without a test plug) at:

- Initial installation
- Whenever any seal subject to test pressure is broken
- Following related repairs
- At 30 day intervals

Pipe and blind rams shall be activated each trip.

A BOPE pit level drill will be conducted weekly for each drilling crew. All tests and drills will be recorded in the drilling log.

The accumulator will have sufficient capacity to close all rams and retain 200 psi above precharge pressure without the use of closing unit pumps.

Master controls will be at the accumulator. Anticipated bottom hole pressure is 3400 psi.

#### 3. Casing & Cementing Program:

A. The proposed casing program will be as follows:

TVD	TMD	Hole Size	Size	Grade	Weight	Thread	Condition
0-285'	0-285'	12- 1/4"	9-5/8"	H-40	32#	STC	New
36 <del>29</del> 0-3 <del>629</del>	3117 0-3 <del>62</del> 9	8-3/4"	7"	K-55	23#	LTC	New
0- TD	0- TD	6-1/4"	4-1/2"	J-55	11.6#	LTC	New

The 9-5/8" surface pipe will be tested to 750 psi. All casing strings below the surface shoe shall be pressure tested to 0.22 psi/ft. of casing string length or 1500 psi, whichever is greater, but not to exceed 70% minimum internal yield.

<u>Surface</u>: The bottom three joints of the surface casing will have a minimum of one centralizer per joint and one centralizer every joint thereafter (Total 5 centralizers estimated)

<u>Intermediate</u>: The bottom three joints of the 7" casing will have a minimum of one centralizer per joint and one centralizer every fifth joint thereafter to above Ojo Alamo with turbolizers below and throughout the Ojo Alamo. (Total 12 centralizers, 3 turbolizers estimated).

<u>Production</u>: The bottom three joints will have a minimum of one centralizer per joint and one centralizer every fifth joint to 3400' (estimated 25 centralizers used). Centralizers will be open bow spring or basket bow spring type.

#### B. The proposed cementing program will be as follows:

**Surface String:** 

Cement will be circulated to surface.

**Lead:** 200 sks Class "B" with 100% Standard Cement, 2.00% CaCl2, .25 #/sk Flocele. Density. 15.6 lb/gal; Yield: 1.18 cuft/sk;

Water: 5.24 gal/sk \*

\* Minor variations possible due to existing conditions

#### Intermediate String:

Cement will be circulated to surface.

**Lead:** 500 sx 50/50 Poz, Yd-1.45, Water Gal/sx 6.8, Mixed @ 13ppg Foamed W/ N2 Down To 9.0# Additives 2% Gel, 0.2% Versaset, 0.1% Diacel Lwl.

**Tail:** 75 sx 50/50 Poz, Yd-1.45, Water Gal/Sk 6.8, Additives 2% Gel, 0.2% Versaset, 0.1% Diacel Lwl.

### If hole conditions dictate, an alternate, cement design will be used:

**Lead:** 575 sx 50/50 Poz with 50% Class B Cement, 50% San Juan Poz, .4% Halad-344, .1% CFR-3, 3% Bentonite, 5#/sx Gilsonite, .25#/sx Flocele. Density: 13.0 lb/gal; Yield: 1.46 cuft/sx; Water: 6.42 gal/sx

**Tail:** 75 sx 50/50 Poz with 94#/sx Standard Cement, 0.3% Halad-344, .25 #/sx Flocele. Density: 15.6 lb/gal; Yield: 1.18 cuft/sx: Water: 5.23 gal/sx

\* Minor variations possible due to existing conditions

#### **Production String:**

4-1/2" Production casing cemented in an 6-1/4" hole

11.6# J-55 LT&C 8 Rnd

Float collar

Joint

Float Shoe

Cement with 500 sacks Class B 50/50 POZ, 3% gel, 5# gilsonite, 1/4"# Flocele, .1% CFR 3, .2% Halad 344, yield 1.47 ft3/sx.

Cement designed to circulate to surface.

Pending hole conditions, cement baskets may be installed above

Actual volumes will be calculated and adjusted with caliper log prior to cementing.

If hole conditions dictate an alternate cement design will be used.

**Lead:** 500 Sx Of 50/50/Std/ Poz, Yd-1.45, Water Gal/Sk 6.8, Mixed @ 13ppg Foamed W/ N2 Down To 9.0# Additives 2% Gel, 0.2% Versaset, 0.1% Diacel Lwl.

**Tail:** 75 Sx50/50/Std/ Poz, Yd-1.45, Water Gal/Sk 6.8, Additives 2% Gel, 0.2% Versaset, 0.1% Diacel Lwl.

<sup>\*</sup> Minor variations possible due to existing conditions

<sup>\*</sup> Minor variations possible due to existing conditions

<sup>\*</sup> Minor variations possible due to existing conditions

#### 4. DRILLING FLUIDS PROGRAM:

TVD Interval	TMD Interval	Туре	Weight (ppg)	Viscosity	рН	Water Loss	Remarks
0-285'	0-285'	Spud- foam	8.4-9.0	29-70	8.0	NC	FW gel, LSND or stiff foam
285'-3,629'	285'-3,629'	Air				NC	
3,629' - TD	3,629' - TD	Air/N2 or Mud	8.5-9.0*	30-50	8.0-10.0	8-810cc @ TD	Low solids- non-dispersed. * min Wt. to control formation pressure

NC = no control

Sufficient quantities of mud material will be maintained on site or be readily accessible for the purpose of assuring well control. SPR will be recorded on daily drilling report after mudding up. Visual mud monitoring will be conducted during operations.

#### 5. EVALUATION PROGRAM:

Logs:

Density Neutron

Induction

In the event open hole logs are not run in the well, a cased hole evaluation log will Be run from

Survey:

Deviation surveys will be taken every 500' of the 8  $\frac{3}{4}$ " hole, or first succeeding bit change. The hole will be air drilled from intermediate TD – well TD. The equipment used in this type of operation will not allow for single shot suveys without considerable operational delays. A survey will be taken at TD. Similar wells in this area have not shown significant deviation in this section of the hole.

Cores:

None anticipated.

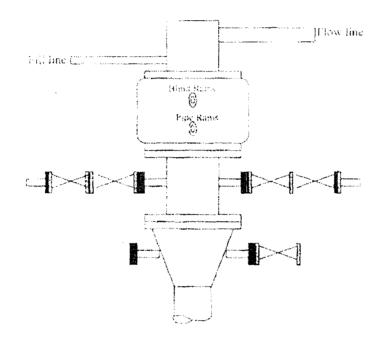
DST's:

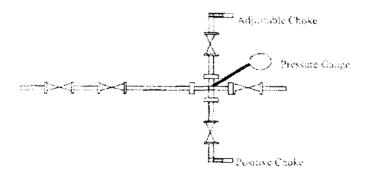
None anticipated.

#### 6. ABNORMAL CONDITIONS:

The Fruitland Coal will be encountered within the 8 ¾" hole. Estimated formation pressure is 300 psi. No other abnormal pressures and/or temperatures are expected. No hydrogen sulfide should be present.

# Well Control Equipment 2,000 psi Configuration





Company: Devon Energy Lease/Well: NEBU 63M Location: San Juan County

State/Country: NM



