| Submit 1 Copy To Appropriate District State of New Me   |                | Form C-103                                     |
|---|----------------|--|
| District IEnergy, Minerals and Natural Resources $District II - (575) 393-6161$ Energy, Minerals and Natural Resources $1625$ N. French Dr., Hobbs, NM 88240 $District III - (575) 748-1283$ $B11$ S. First St., Artesia, NM 88210 <b>CONSERVATION DIVISION</b> $District III - (505) 334-6178$ 1220 South St. Francis Dr. $1000$ Rio Brazos Rd., Aztec, NM 874102 9 2012 $District IV - (505) 476-3460$ NOV 2 9 2012 $St. Francis Dr., Santa Fe, NMSanta Fe, NM 87505$   |                | Revised August 1, 2011<br>WELL API NO.         |
|   |                | 30-025-40676 <b>5</b> . Indicate Type of Lease |
|   |                | STATE STATE FEE                                |
|   |                | 6. State Oil & Gas Lease No.                   |
| SUNDRY NOT CENTRAL REPORTS ON WELLS   |                | 7. Lease Name or Unit Agreement Name           |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH   |                | IRONHOUSE 19 STATE COM                         |
| PROPOSALS.) Image: Constraint of the second sec |                | 8. Well Number 1H                              |
| 2. Name of Operator   |                | 9. OGRID Number                                |
| DEVON ENERGY PRODUCTION CO., L.P.<br>3. Address of Operator   |                | 6137<br>10. Pool name or Wildcat               |
| 333 W. SHERIDAN AVE., OKLAHOMA CITY, OKLHAOMA 73102-5010  |                | BONE SPRING                                    |
| 4. Well Location<br>Unit Letter N : 200 feet from the <u>SOUTH</u> line and 1800 feet from the <u>WEST</u> line   |                |  |
| Section 19 Township 18S   | Range 35E      | NMPM LEA County                                |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)  |                |  |
| 3951.6'   |                |  |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  |                |  |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:   |                |  |
| PERFORM REMEDIAL WORK  PLUG AND ABANDON  REMEDIAL WORK  ALTERING CASING   |                |  |
| Image: Femporarily Abandon     Image: Change Plans     Image: Commence Drilling Opns.     P and a       Pull or Alter Casing     Image: Multiple Compl     Image: Casing/Cement Job     Image: Casing/Cement Job  |                |  |
|   |                |  |
| OTHER:  | OTHER: DRILLIN |  |
| 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of  |                |  |
| proposed completion or recompletion.  |                |  |
| 10/9/12- MIRU Spud well @ 1700 hrs.   |                |  |
| 10/10/12 – 10/12/12 - TD 17-1/2" hole @ 1,835', circ. & cond., TOOH. MU & RIH w/44 joints 13-3/8" 54.5# J-55 BTC csg & set @ 1,835'. RU cementers. Lead w/1,165 sx Cl CZ cmt, Yld 1.73 cf/sx; followed w/ Tail 405 sx Halcem C cmt, Yld 1.35, Displ w/ 260 bbls FW, full returns; circulated  |                |  |
| 138 bbls cmt to surface. WOC 6 hrs, RD cementers.<br>10/13/12 – NU BOP, pressure test BOP, upper & lower rams, CK manifold to 250 psi L 3,000 psi H; MU BHA. Test csg to 1,500psi f/30 minutes,   |                |  |
| good.   |                |  |
| 10/14/12 – 10/15/12 – TD 12-1/4" hole @ 3,203', CHC; TOOH. Notified NMOCD, RIH w/73 jts 9-5/8" 40# J-55 BTC csg & set @ 3,202'. Lead w/<br>470 sx, Econocem HLC cmt, Yld 1.85 cf/sx. Tail w/ 430 sx Halcem C cmt, Yld 1.33 cf/sx; displ w/240 bbls FW. Full returns, circulated 136 sx to   |                |  |
| surface. RD cementer. ND & raise BOP, test BOP, annular & CK manifold to 250 psi / 5,000psi, OK.<br>10/27/12 - 11/1/12 - TD 8-3/4" Pilot Hole @ 10,630', CHC. POOH; RU WL, RIH & run logs. Lay down logging tools, RD WL. PU @ RIH w/tbg &  |                |  |
| whipstock; set top of whipstock @ 8,313', KOP @ 8,325'. POOH & RD WL. RU cementers, test surface lines to 3,500psi, ok. Cement whipstock w/   |                |  |
| 103sx Plugcem-H cmt, Yld 1.19, Displ w/8 bbls FW & 137.7 bbls mud to balance plug. No cmt circulated to surface. TOOH.<br>11/24/12 – 11/27/12 - TD 8-3/4" production hole @ 14,214'. CHC. RU csg crew & RIH w/128 jts 5-1/2", 17# P110 BTC & 198 jts 5-1/2", 17# P110   |                |  |
| LTC & set @ 14,214'. DV Tool set @ 6,009'. CHC; RD csg crew & RU cementers. 1 <sup>st</sup> stage lead w/ 668sx Cl HLH cmt, Yld 1.96 cf/sx ; Tail w/1,360 sx Cl H cmt, Yld 1.21; opened DV Tool; pumped 2 <sup>nd</sup> Lead w/790 sx Cl C cmt, Yld 2.82 cf/sx; Tail w/240 sx Cl C cmt, Yld 1.33, Displ w/139 bbls FW;  |                |  |
| based upon lift pressure calculation, TOC @ 1,600' with 1,600' tie in. RD ceme  |                |  |
| 2000 hrs, 11/27/12.   |                |  |
|   |                |  |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief.  |                |  |
| SIGNATURE Jack TITLE Regulatory Specialist  | DATE11         | /28/2012                                       |
| Type or print name <u>David H. Cook</u> E-mail address: <u>david.cook@c</u>   |                | E: <u>(405) 552-7848</u>                       |
| APPROVED BY Conditions of Approval (if any):  | DATE           | 2-06-2012                                      |

DEC 0 6 2012