OCT 02 2014

1. Geologic Formations

		1		RECEIVED
TVD of target	11216	Pilot hole depth	N/A	
MD at TD:	15985	Deepest expected fresh water:		

Basin

Formation	Depth (TVD)	Water/Mineral Bearing/	Hazards*
	from KB	Target Zone?	· · · · · · · · · · · · · · · · · · ·
RUSTLER	1,290	Water	
TOP SALT	1,770	Salt	
BASE SALT	5,090	Salt	
DELAWARE	5,190	Barren	
Cherry Canyon	6,060	Oil/Gas	
Brushy Canyon	7,640	Oil/Gas	
Bone Spring Lime	9,070	Oil/Gas	
1st Bone Spring Sand	10,065	Oil/Gas	
2nd Bone Spring Sand	10,770	Target Zone	
Target 2nd Bone Spring	_	Target Zone	
Sand (0' vert. sec)	11,220		
2nd Bone Spring Sand		Target Zone	
Target (Heel)	11,216		
2nd Bone Spring Sand		Target Zone	
Target (Toe) .	11,190		
			

^{*}H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

Hole	Casin	g Interval	Csg.	Weight	Grade	Conn.	SF	SF	SF
Size	From	То	Size	(lbs)			Collapse	Burst	Tension
17.5"	0	1350	13.375"	48	H40	STC	1.25	2.80	8.35
12.25"	0	4300	9.625"	40	J55	LTC	1.15	1.40	2.30
12.25"	4300	5150	9.625"	40	HCK55	BTC	1.90	2.83	4.37
Option 7	#1	•			<u> </u>				•
8.75"	0	15985	5.5"	17	P110	BTC	1.39	1.98	2.10
Option 7	#2	•							
8.75"	0	10787	7"	29	P110	BTC	1.80	2.19	2.65
8.75	10787	15985	5.5"	17	P110	BTC	1.39	1.98	4.11
	•			BLM Mir	nimum Saf	ety Factor	1.125	1	1.6 Dry
						•			1.8 Wet

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Must have table for contingency casing

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	N
is well within the designated 4 string boundary.	- IN
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

2. Cementing Program

Casing	# Sks	Wt. lb/ gal-	Yld ft3/ sack	H ₂ 0 gal/sk	500# Comp. Strength	Slurry Description			
	690	13.5	1.72	9.07	(hours)	Lead: Class C Cement + 0.125 lbs/sack Pol- E-Flake + 4% bwoc Bentonite			
Surf.	550	14.8	1.34	6.34	6	Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake + 1% BWOC Calcium Chloride			
	370	13.5	1.72	9.07	12	Lead: Class C Cement + 0.125 lbs/sack Pol- E-Flake + 4% bwoc Bentonite			
Surf.	550	14.8	1.34	6.34	6	1st stage Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake + 1% BWOC Calcium Chloride			
	DV/ECP Tool 400'								
:	420	14.8	1.34	6.34	6	2 nd stage Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake + 1% BWOC Calcium Chloride			
Inter.	1080	12.9	9.81	1.85	17	Lead: (65:35) Class C Cement: Poz (Fly Ash): 6% BWOC Bentonite + 5% BWOW Sodium Chloride + 0.125 lbs/sack Poly-E-Flake			
	430	14.8	1.33	6.32	7	Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake			
	960	12.9	9.81	1.85	17	1st stage Lead: (65:35) Class C Cement: Poz (Fly Ash): 6% BWOC Bentonite + 5% BWOW Sodium Chloride + 0.125 lbs/sack Poly-E-Flake			
Inter.	220	14.8	1.33	6.32	7	1st stage Tail: : Class C Cement + 0.125 lbs/sack Poly-E-Flake			
					DV/ECP T	ool 1450'			
	180	12.9	9.81	1.85	17	2 nd stage Lead: (65:35) Class C Cement: Poz (Fly Ash): 6% BWOC Bentonite + 5% BWOW Sodium Chloride + 0.125 lbs/sack Poly-E-Flake			
	150	14.8	1.33	6.32	6	2 nd stage Tail: : Class C Cement + 0.125 lbs/sack Poly-E-Flake + 1% BWOC Calcium Chloride			

Casing	# Sks	Wt.	Yld	H ₂ 0	500#	Slurry Description 3
		lb/	ft3/	gal/sk	Comp.	
		gal	sack		Strength	
	1	· · · · · ·			(hours)	
	620	11.9	2.3	13.29	n/a	1 st Lead: (50:50) Class H Cement: Poz (Fly
ŀ						Ash) + 10% BWOC Bentonite + 1 lb/sk of
Prod.						Kol-Seal + 0.3% BWOC HR-601 + 0.5lb/sk
(5.5")						D-Air 5000
	330	12.5	1.96	10.86	30	2 nd Lead: (65:35) Class H Cement: Poz (Fly
						Ash) + 6% BWOC Bentonite + 0.25%
1						BWOC HR-601 + 0.125 lbs/sack Poly-E-
						Flake
	1360	14.5	1.2	5.31	25	Tail: (50:50) Class H Cement: Poz (Fly Ash)
						+ 0.5% bwoc HALAD-344 + 0.4% bwoc
						CFR-3 + 0.2% BWOC HR-601 + 2% bwoc
						Bentonite
	400	10.4	3.17	16.8	30	Lead: Tuned Light® Cement + 0.125 lb/sk
Prod.						Pol-E-Flake
	1360	14.5	1.2	5.31	25	Tail: (50:50) Class H Cement: Poz (Fly Ash)
(7" x						+ 0.5% bwoc HALAD-344 + 0.4% bwoc
5.5")						CFR-3 + 0.2% BWOC HR-601 + 2% bwoc
				<u>'</u>		Bentonite

DV tool depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Casing String	TOC	% Excess
Surface - Single Stage	0'	100%
Surface - Two Stage	1^{st} Stage = 400' / 2^{nd} Stage = 0'	100%
Intermediate – Single Stage	0'	75%
Intermediate – Two Stage	1^{st} Stage = 1450' / 2^{nd} Stage = 0'	75%
Production (5.5")	4150'	25%
Production (7 x 5.5")	4150'	25%

4. Pressure Control Equipment

N A variance is requested for the use of a diverter on the surface casing. See attached for schematic.

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	T	ype		Tested to:
				nular	X	3M
				d Ram		
12-1/4"	13-5/8"	3M	Pipe	Ram		3M
			Doub	le Ram	X	31 VI
			Other*			
			An	nular	х	3M
			Blin	d Ram		
8-3/4"	13-5/8"	214	Pipe Ram			
0-3/4	13-3/8	3M	Double Ram		Х	3M
			Other *			
			An	nular		
			Blin	d Ram		
			Pipe Ram			
			Double Ram			
			Other *			

^{*}Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Formation integrity test will be performed per Onshore Order #2.
On Exploratory wells or 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. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

- A variance is requested for the use of a flexible choke line from the BOP to Choke Y Manifold. See attached for specs and hydrostatic test chart.
 - N Are anchors required by manufacturer?
- Y A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.
 - Wellhead will be installed by FMC's representatives.
 - If the welding is performed by a third party, the FMC's representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - FMC representative will install the test plug for the initial BOP test.
 - FMC will install a solid steel body pack-off to completely isolate the lower head after cementing intermediate casing. After installation of the pack-off, the pack-off and the lower flange will be tested to 3M, as shown on the attached schematic. Everything above the pack-off will not have been altered whatsoever from the initial nipple up. Therefore the BOP components will not be retested at that time.
 - If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head will be cut and top out operations will be conducted.
 - Devon will pressure test all seals above and below the mandrel (but still above the casing) to full working pressure rating.
 - Devon will test the casing to 70% of burst or 1500 psi, whichever is greater, as per Onshore Order #2.

After running the 13-3/8" surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 3M will be installed on the FMC Uni-head wellhead system and will undergo a 250 psi low pressure test followed by a 3,000 psi high pressure test. The 3,000 psi high and 250 psi low test will cover testing requirements a maximum of 30 days, as per Onshore Order #2. If the well is not complete within 30 days of this BOP test, another full BOP test will be conducted, as per Onshore Order #2.

After running the 9-5/8' intermediate casing with a mandrel hanger, the 13-5/8" BOP/BOPE system with a minimum rating of 3M will already be installed on the FMC Uni-head.

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 3,000 psi WP.

See attached schematic.

5. Mud Program

Depth		Type	Weight (ppg)	Viscosity	Water Loss	
From	To			ng ar me	A Secretary	
0	1,350	FW Gel	8.6-8.8	28-34	N/C	
1,350	5,150	Saturated Brine	10.0-10.2	28-34	N/C	
5,150	15,985	Cut Brine	8.5-9.3	28-34	N/C	

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain	PVT/Pason/Visual Monitoring
of fluid?	

6. Logging and Testing Procedures

Logg	ging, Coring and Testing.
x	Will run GR/CNL fromTD to surface (horizontal well – vertical portion of hole). Stated
	logs run will be in the Completion Report and submitted to the BLM.
	No Logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain
	Coring? If yes, explain

Add	litional logs planned	Interval			
:	Resistivity	Int. shoe to KOP			
	Density	Int. shoe to KOP			
X	CBL	Production casing			
X	Mud log	Intermediate shoe to TD			
	PEX				

7. Drilling Conditions

Condition	Specify what type and where?	
BH Pressure at deepest TVD	4900 psi	
Abnormal Temperature	No	

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

N	H2S is present	
Y	H2S Plan attached	

8. Other facets of operation

Is this a walking operation?	No
Will be pre-setting casing?	No

Attachments
X Directional Plan
__Other, describe