Submit 1 Copy To Appropriate District Office	State of New Mo Energy, Minerals and Nati		Form C-103 Revised July 18, 2013
<u>District I</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> – (575) 748-1283			WELL API NO. 30-025-42753
811 S. First St., Artesia, NM 88210	OIL CONSERVATION		5. Indicate Type of Lease
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Fra		STATE S FEE
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 8	/303	6. State Oil & Gas Lease No.
SUNDRY NOTION (DO NOT USE THIS FORM FOR PROPOS	7. Lease Name or Unit Agreement Name		
DIFFERENT RESERVOIR. USE "APPLIC PROPOSALS.)	ATION FOR PERMIT" (FORM C-101) F	OR SUCH	Bell Lake 19 State
	Gas Well Other		8. Well Number 9H
2. Name of Operator	I.D.		9. OGRID Number
Devon Energy Production Com	sany, LP		6137
3. Address of Operator			10. Pool name or Wildcat
333 West. Sheridan Avenue Oklahoma City, OK 73102-50	15 405-552-7848		WC-025 G-06 S253201M; Upper BS
4. Well Location			
<u> </u>	200 feet from the S line		· · · · · · · · · · · · · · · · · · ·
Section 19	24S Township 33E 11. Elevation (Show whether DR		NMPM Lea County
	3540.9' GR	., KKD, KI, GK, eic	
12. Check A	appropriate Box to Indicate N	lature of Notice,	, Report or Other Data
NOTICE OF IN	TENTION TO:	SUE	SSEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON □	REMEDIAL WOR	
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DR	RILLING OPNS. P AND A
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMEN	IT JOB
DOWNHOLE COMMINGLE CLOSED-LOOP SYSTEM			
		OTHER:	
OTHER:			
	rk). SEE RULE 19.15.7.14 NMA		nd give pertinent dates, including estimated date ompletions: Attach wellbore diagram of
Devon respectfully requests to Sec. 19, T24S, R33E.	change the surface hole loca	tion from 200 F	SL & 625 FEL to 200 FSL & 600 FEL,
Sec. 19, 1245, R33E.			
Please see the attached revised	C-102, Drilling Plan & Dire	ctional Survey.	
			•
		•	
I hereby certify that the information a	bove is true and complete to the b	est of my knowled	ge and belief.
			·
SIGNATURE 1	TITI	E: Regulatory S	Specialist DATE 03/21/2016
Type or print name: David H. Co. For State Use Only	ok E-mail address: david	.cook@dvn.com	PHONE: 405-552-7848
APPROVED BY:	TITLE I	Petroleum Engi	neer DATE 03/24/16
Canditions of Annual (is the			

1. Geologic Formations

TVD of target	9,492'	Pilot hole depth	N/A
MD at TD:	14,050'	Deepest expected fresh water:	

Basin

Dasin			
Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target/Zone?	Hazards
Rustler	1120		
Top of Salt	1445		
Base of Salt	4920		
Delaware	5022		
Cherry Canyon	5994		
Brushy Canyon	7456		
Madera	8615		
Bone Spring	9025		
U Leonard shale	9210		
Base U Leonard sh	9440		
M Leonard shale	9520		
Base M Leonard sh	9755		
1st BSPG Sand	10017		
2nd BSPG Lime	10439		
			_

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

2. Casing Program

Hole Size	- Casing	accomple are the county of a street of the county of the c	Csg Size	Weight	Grade _s	Conn	TE BATTON TOTAL TOTAL CONTINUE	afety Facto	ors 🐩 🗓
	From	To		Period No.			Burst	Collapse	Tensio
17 1/2	0	1,200	13 3/8	54.5	J55	BTC	1.81	2.16	5.4
12 1/4	0	4,300	9 5/8	40	J55	BTC	1.44	1.24	2.3
12 1/4	4,300	5,000	9 5/8	40	HCK55	BTC	2.04	1.24	5.4
8 3/4									
0 37 1	0	15,469	5 1/2	17	P110	BTC	1.17	1.17	2.1
				BLM Minin	num Safet	у	1.00	1.125	1.6 Dry
				Factor					1.8 We

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

	-YorN ^a			
Is casing new? If used, attach certification as required in Onshore Order #1				
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	Y			
justification (loading assumptions, casing design criteria).				
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching	Y.			
the collapse pressure rating of the casing?				
Is well located within Capitan Reef?	N			
	11			
If yes, does production casing cement tie back a minimum of 50' above the Reef?				
Is well within the designated 4 string boundary.				
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?				
10 2 String Set 100 to 000 below the base of sair.	Property of the second			
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?				
	N			
Is well located in critical Cave/Karst?	N			
If yes, are there three strings cemented to surface?	l			

3. Cementing Program

Casing	#.Sks	Wt lb/, gal	H₂0 gal/sk	yld ft3/. sack	Comp.	Slurry Description		
13-3/8" Surface	530	12.9	9.81	1.85	14	Lead: (65:35) Class C Cement: Poz (Fly Ash): 6% BWOC Bentonite + 5% BWOW Sodium Chloride + 0.125 lbs/sack Poly-E-Flake		
	550	14.8	6.32	1.33	6	Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake		
9-5/8" Inter.	1050	12.9	9.81	1.85	14	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	6.32	1.33	6	Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake		
	730	11.9	12.89	2.31	n/a	1st Stage Lead: (50:50) Class H Cement: Poz (Fly Ash) + 10% BWOC Bentonite + 1 lb/sk of Kol-Seal + 0.3% BWOC HR-601 + 0.5lb/sk D-Air 5000		
5-1/2" Prod Two	1370	14.5	5.31	1.2	25	1 st Stage 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		
	DV Tool = 5050ft							
Stage	20	11	14.81	2.55	22	2 nd Stage Lead: Tuned Light® Cement + 0.125 lb/sk Pol-E-Flake		
	30	14.8	6.32	1.33	6	2 nd Stage Tail: Class C Cement + 0.125 lbs/sack Poly-E-Flake		
5-1/2" Prod Single Stage	760	11.9	12.89	2.31	n/a	Lead: (50:50) Class H Cement: Poz (Fly Ash) + 10% BWOC Bentonite + 1 lb/sk of Kol-Seal + 0.3% BWOC HR-601 + 0.5lb/sk D-Air 5000		
	1370	14.5	5.31	1.2	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		

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	Tocal "Part Bull Barbara"	/4 %Excess / S
13-3/8" Surface	0'	100%
9-5/8" Intermediate	0'	75%
5-1/2" Production Casing Two Stage Option	1 St Stage = 5050ft / 2 nd Stage = 4800'	25%
5-1/2" Production Casing Single Stage Option	4800′	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 4 Required WP	Expe		Ý	Destedato:														
			An	nular	х	50% of working pressure														
			Blin	d Ram																
12-1/4"	13-5/8"	3M	Pipe	e Ram		3M														
			Doub	le Ram	Х	3171														
			Other*																	
			An	nular	Х	50% of working pressure														
		3M				ļ				Blind Ram										
8-3/4"	13-5/8"		Pipe Ram																	
0-5/-1	13-3/6		J1 V1	J1 V1	5141	J1 V1	J1 V1	J1 V1	J1 V1	J1 V1	5141	5141	5141	5141	5141	3141	Doub	le Ram	х	3M
			Other *																	
			Annular																	
			Blind 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.
 - Y Are anchors required by manufacturer?
- Y A multibowl wellhead may be 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.

Devon proposes using a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 3000 (3M) psi.

- Wellhead will be installed by wellhead vendor representatives.
- If the welding is performed by a third party, the wellhead representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- Wellhead representative will install the test plug for the initial BOP test.
- Wellhead 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 5M, 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 0.22 psi/ft 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 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 wellhead.

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.

Devon requests a variance to use a flexible line with flanged ends between the BOP and the choke manifold (choke line). The line will be kept as straight as possible with minimal turns

See attached schematic.

5. Mud Program

De	pth 12 states	Type	Weight (ppg)	Viscosity	Water Loss
From	To see a				
0	1,200'	FW Gel	8.6-8.8	28-34	N/C
1,200'	5,000'	Saturated Brine	10.0-10.2	28-34	N/C
5,000'	14,050'	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,
х	Will run GR/CNL from TD 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	we Interval
	Resistivity	Int. shoe to KOP
	Density	Int. shoe to KOP
	CBL	Production casing
X	Mud log	Intermediate shoe to TD
	PEX	

7. Drilling Conditions

Condition	Specify-what/type and where? Specify-what/type and where?
BH Pressure at deepest TVD	4590 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? Yes. Will be pre-setting casing? No.

Attachments
x Directional Plan
Other, describe