Form 3160-3 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENTHOBBS ATION FOR PERMIT TO DRILL OR REFLICED 1 1 2019

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

5. Lease Serial No.	
NMLC0063798	

6. If Indian, Allotee or Tri

APPL	ICATION FOR PERMIT	TO DRIL	LOR	REENTERL		6. If Indian, Allotee	or Tribe Name
1a. Type of work:	✓ DRILL	REEN	TER	RECE	ME	7. If Unit or CA Ag	reement, Name and No.
		=	LIC	KE			
1b. Type of Well:		Other		-		8. Lease Name and	Well No.
1c. Type of Completion	n: Hydraulic Fracturing	✓ Single	Zone [Multiple Zone		BLUE KRAIT 23-1 27H	4FED
2. Name of Operator						9. API-Well No.	(/) (/
•	RODUCTION COMPANY LE	137			^	9. AP Well No.	546463
3a. Address			Phone N	o. (include area code	e) (10 Field and Pool,	
333 West Sheridan A	Avenue Oklahoma City OK 731	102 (80	0)583-38	366	>	BELL LAKE TRON	Ę SPRING, NORTH
4. Location of Well (Re	port location clearly and in acco	rdance with a	ny State	requirements.*)		11. Sec., T. R. M. oi	Blk. and Survey or Area
At surface SESW	/ / 248 FSL / 2769 FEL / LAT 3	32.196533 /	LONG -	103.543538		SEC 23 (T245) R	33E / NMP
At proposed prod. 2	zone NENW / 20 FNL / 1965 F	WL / LAT 32	2.22480	4 / LONG -103.545	303		
14. Distance in miles an	nd direction from nearest town or	post office*				12. County or Paris	h 13. State NM
15. Distance from prop	osed* 248 feet	16.	No of ac	res in lease	17. Spaci	ng Unit dedicated to t	his well
location to nearest property or lease lin	e, ft.	248	30		320	~	
(Also to nearest drig 18. Distance from prop	osed location*	19	Propose	d Denth	20/BLM	/BIA Bond No. in file	
to nearest well, drill applied for, on this l	ing, completed,		-/	/. / ~	FED: CC		
21. Elevations (Show w	hether DF, KDB, RT, GL, etc.)	/ \	-1-	mate date work will	start*	23. Estimated durat	ion
3558 feet		<u> </u>	25/2019			45 days	
		_ \ \ 24	I. Attac	hments			
(as applicable) 1. Well plat certified by 2. A Drilling Plan. 3. A Surface Use Plan (i SUPO must be filed w	a registered surveyor. If the location is on National Forewith the appropriate Forest Service	est System La	ands, the	Item 20 above). 5. Operator certific	ation.		n existing bond on file (see
25. Signature (Electronic Submission	on)	>	Name (Printed/Typed) Rebecca Deal / Ph: (405)552-6556			Date 01/28/2019	
Title Regulatory Complian	1 1 1 1 1						
Approved by (Signature				(Printed/Typed)			Date
(Electronic Submission	on)			Layton / Ph: (575)2	:34-5959		10/11/2019
Title Assistant Field Manager Lands & Minerals		Office CARLSBAD					
Application approval do applicant to conduct ope	pes not warrant or certify that the erations thereon.	applicant hol	ds legal o	or equitable title to the	ose rights	in the subject lease w	hich would entitle the
Conditions of approval,	if any, are attached.						
	1001 and Title 43 U.S.C. Section false, fictitious or fraudulent state						any department or agency
och bec						KA, E	/19
		- ATT	n Ŵľ	rh condit	IONS	10/16	''(
(Continued on page	(P) (P)	BRAA D	V 11.			*(In	structions on page 2

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM I: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the wen, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionany drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state of tribal regulatory agencies and from local BLM offices.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CRR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service wen or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

ROUTINE USE: Information from the record and/or the record win be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM conects this information to anow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Form 3160-3, page 2)

Additional Operator Remarks

Location of Well

1. SHL: SESW / 248 FSL / 2769 FEL / TWSP: 24S / RANGE: 33E / SECTION: 23 / LAT: 32.196533 / LONG: -103.543538 (TVD: 0 leet, MD: 0 feet)

PPP: SESW / 298 FSL / 1965 FWL / TWSP: 24S / RANGE: 33E / SECTION: 23 / LAT: 32.196681 / LONG: -103.54566 (TVD: 9951 feet, VID: 9953 feet)

BHL: NENW / 20 FNL / 1965 FWL / TWSP: 24S / RANGE: 33E / SECTION: 14 / LAT: 32.224804 / LONG: -103.545303 (TVD: 16482) feet, MD: 20512 feet)

BLM Point of Contact

Name: Ciji Methola

Title: GIS Support - Adjudicator

Phone: 5752345924

Email: cmethola@blm.gov

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Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above fisted Bureau of Land Management office for further information.





Application for Permit to Drill

U.S. Department of the Interior Bureau of Land Management

APD Package Report

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APD ID: 10400038434

Well Status: AAPD

APD Received Date: 01/28/2019 08:51 AM

Well Name: BLUE KRAIT 23-14 FED

Date Printed: 10/14/2019 06:44 AM

Operator: DEVON ENERGY PRODUCTION CC Well Number: 27H

APD Package Report Contents

- Form 3160-3

- Operator Certification Report

- Application Report

- Application Attachments

-- Well Plat: 1 file(s)

- Drilling Plan Report

- Drilling Plan Attachments

-- Blowout Prevention Choke Diagram Attachment: 2 file(s)

-- Blowout Prevention BOP Diagram Attachment: 2 file(s)

-- Casing Design Assumptions and Worksheet(s): 4 file(s)

-- Hydrogen sulfide drilling operations plan: I file s

-- Proposed horizontal/directional/multi-lateral plan submission: 3 file(s)

-- Other Facets: 8 file(s)

-- Other Variances: 1 file(s)

- SUPO Report

- SUPO Attachments

-- Existing Road Map: 1 file(s)

-- New RoadyMap? 1 file(s)

-- New road access plan attachment: 1 file(s)

-- Access road engineering design attachment: 1 file(s)

-- Attach Well map: 1 file(s)

-- Production Facilities map: 3 file(s)

-- Water source and transportation map: 1 file(s)

-- Construction Materials source location attachment: 1 file(s)

-- Well Site Layout Diagram: 1 file(s)

-- Recontouring attachment: 1 file(s)

- PWD Report

- PWD Attachments

- -- None
- Bond Report
 Bond Attachments
 - -- None

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: Devon Energy Production Company LP

LEASE NO.: NMNM117558

LOCATION: | Section 23, T.24 S., R.33 E., NMPM

COUNTY: Lea County, New Mexico

WELL NAME & NO.: Blue Krait 23-14 Fed 28H

SURFACE HOLE FOOTAGE: 248'/S & 2739'/E **BOTTOM HOLE FOOTAGE** 20'/N & 1700'/E

WELL NAME & NO.: Blue Krait 23-14 Fed 27H

SURFACE HOLE FOOTAGE: 248'/S & 2769'/E **BOTTOM HOLE FOOTAGE** 20'/N & 1965'/W

COA

H2S	€ Yes	ſ No	
Potash	• None	○ Secretary	C R-111-P
Cave/Karst Potential	€ Low		← High
Cave/Karst Potential			
Variance	None	Flex Hose	C Other
Wellhead	Conventional	← Multibowl	☞ Both
Other	☐4 String Area	Capitan Reef	™ WIPP
Other	Fluid Filled	Cement Squeeze	Pilot Hole
Special Requirements		ГСОМ	☐ Unit

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **Pitchfork Ranch Pool** formation. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 1350 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature

- survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
- b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing shall be set at approximately 5317 feet is:

Option 1 (Single Stage):

• Cement to surface. If cement does not circulate see B.1.a, c-d above. Cement excess is less than 25%, more cement might be required.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.

Cement excess is less than 25%, more cement might be required.

- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least 200 feet into previous casing string.
 Operator shall provide method of verification.
 Cement excess is less than 25%, more cement might be required.

C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'

2.

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 2000 (2M) psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be 3000 (3M) psi.

Option 2:

- 1. Operator has proposed 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.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
 - Lea County
 Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
 393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. 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. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.
- B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not

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- hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

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PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:
WELL NAME & NO.:
Blue Krait 23-14 Fed 27H
SURFACE HOLE FOOTAGE:
BOTTOM HOLE FOOTAGE
LOCATION:
COUNTY:
Devon Energy Production Company LP
Blue Krait 23-14 Fed 27H
248'/S & 2769'/E
20'/N & 1965'/W
Section 23, T.24 S., R.33 E., NMPM
Lea County, New Mexico

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

☐ General Provisions
Permit Expiration
Archaeology, Paleontology, and Historical Sites
Noxious Weeds
Special Requirements
Lesser Prairie-Chicken Timing Stipulations
Ground-level Abandoned Well Marker
Hydrology
Range
Potash
☐ Construction
Notification
Topsoil
Closed Loop System
Federal Mineral Material Pits
Well Pads
Roads
Road Section Diagram
Production (Post Drilling)
Well Structures & Facilities
Pipelines
Electric Lines
Oil and Gas Sites
☐ Interim Reclamation
Final Abandonment & Paclamation

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I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

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V. SPECIAL REQUIREMENT(S)

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:
Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period.
Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted.
Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Timing Limitation Exceptions:

The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

Avian Power line stip:

Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all power line structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. The holder without liability or expense shall make such modifications and/or additions to the United States.

Hydrology

The entire well pad(s) will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. The compacted berm shall be constructed at a minimum of 12 inches with impermeable mineral material (e.g. caliche). Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed. Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion. Stockpiling of topsoil is required. The top soil shall be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and not used for berming or erosion control. If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.

Tank battery locations will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank or 24 hour production, whichever is greater. Automatic shut off, check valves, or similar systems will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

When crossing ephemeral drainages the pipeline(s) will be buried to a minimum depth of 48 inches from the top of pipe to ground level. Erosion control methods such as gabions and/or rock aprons should be placed on both up and downstream sides of the pipeline crossing. In addition, curled (weed free) wood/straw fiber wattles/logs and/or silt fences should be placed on the downstream side for sediment control during construction and maintained until soils and vegetation have stabilized. Water bars should be placed within the ROW to divert and dissipate surface runoff. A pipeline access road is not permitted to cross these ephemeral drainages. Traffic should be diverted to a preexisting route. Additional seeding may be required in floodplains and drainages to restore energy dissipating vegetation.

Prior to pipeline installation/construction a leak detection plan will be developed. The method(s) could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

Any water erosion that may occur due to the construction of overhead electric line and during the life of the power line will be quickly corrected and proper measures will be taken to prevent future erosion. A power pole should not be placed in drainages, playas, wetlands, riparian areas, or floodplains and must span across the features at a distance away that would not promote further erosion.

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Cattleguards

Where a permanent cattlegaurd is approved, an appropriately sized cattleguard(s) sufficient to carry out the project shall be installed and maintained at fence crossing(s). Any existing cattleguard(s) on the access road shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguard(s) that are in place and are utilized during lease operations. A gate shall be constructed on one side of the cattleguard and fastened securely to H-braces.

Fence Requirement

Where entry granted across a fence line, the fence must be braced and tied off on both sides of the passageway prior to cutting. Once the work is completed, the fence will be restored to its prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fence(s).

Livestock Watering Requirement

Structures that provide water to livestock, such as windmills, pipelines, drinking troughs, and earthen reservoirs, will be avoided by moving the proposed action.

Any damage to structures that provide water to livestock throughout the life of the well, caused by operations from the well site, must be immediately corrected by the operator. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment holder if any damage occurs to structures that provide water to livestock.

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VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

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Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

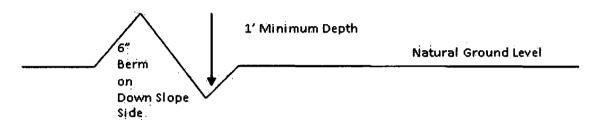
Drainage

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Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope:
$$\frac{400'}{4\%}$$
 + 100' = 200' lead-off ditch interval

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

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Construction Steps

- 1. Salvage topsoil
- 3. Redistribute topsoil
- 2. Construct road
- 4. Revegetate slopes

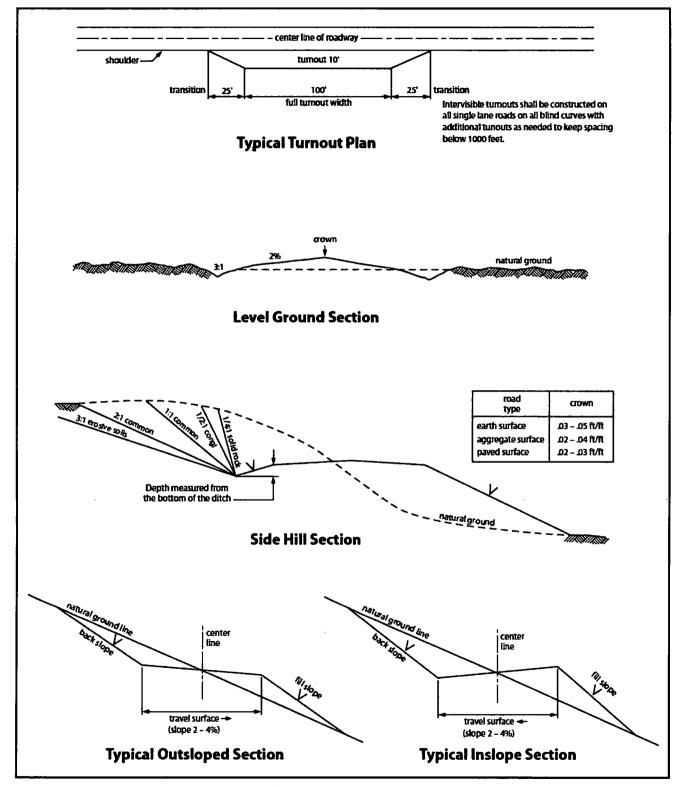


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus

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freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands,

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the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-of-way.
6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.
7. The maximum allowable disturbance for construction in this right-of-way will be 30 feet:
• Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed 20 feet. The trench is included in this area. (Blading is defined as the complete removal of brush and ground vegetation.)
• Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.)
• The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (Compressing can be caused by vehicle tires, placement of equipment, etc.)
8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately6 inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.
9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.
11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

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12. The holder will reseed all disturbed areas. requirements, using the following seed mix.	. Seeding will be done according to the attached seeding
() seed mixture 1	() seed mixture 3
() seed mixture 2	() seed mixture 4
(X) seed mixture 2/LPC	() Aplomado Falcon Mixture
	o safety requirements shall be painted by the holder to blend aint used shall be color which simulates "Standard ell Soil Color No. 5Y 4/2.
at all road crossings. At a minimum, signs wi	the point of origin and completion of the right-of-way and ll state the holder's name, BLM serial number, and the rmation thereon will be posted in a permanent, conspicuous andition for the life of the pipeline.
determined necessary by the Authorized Offic begins. The holder will take whatever steps as	e as a road for purposes other than routine maintenance as there in consultation with the holder before maintenance are necessary to ensure that the pipeline route is not used as the life of the pipeline, the Authorized Officer may ask the extures.
holder, or any person working on his behalf, of the Authorized Officer. Holder shall suspend written authorization to proceed is issued by the be made by the Authorized Officer to determine cultural or scientific values. The holder will be	rces (historic or prehistoric site or object) discovered by the on public or Federal land shall be immediately reported to all operations in the immediate area of such discovery until he Authorized Officer. An evaluation of the discovery will ne appropriate actions to prevent the loss of significant be responsible for the cost of evaluation and any decision as a the Authorized Officer after consulting with the holder.
operations. Weed control shall be required on	noxious weeds become established within the areas of the disturbed land where noxious weeds exist, which ad adjacent land affected by the establishment of weeds due

18. <u>Escape Ramps</u> - The operator will construct and maintain pipeline/utility trenches that are not otherwise fenced, screened, or netted to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

to this action. The operator shall consult with the Authorized Officer for acceptable weed control

methods, which include following EPA and BLM requirements and policies.

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- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

19. Special Stipulations:

Lesser Prairie-Chicken

Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

Timing Limitation Exceptions:

The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

C. ELECTRIC LINES

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized Page 15 of 23

under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.
- 5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

- 6. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the

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facilities served.

- 8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.
- 9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.
- 10. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

<u>Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken:</u>

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

Timing Limitation Exceptions:

The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for

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exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

STANDARD STIPULATIONS FOR OIL AND GAS RELATED SITES

A copy of the application (Grant/Sundry Notice) and attachments, including stipulations and map, will be on location during construction. BLM personnel may request to view a copy of your permit during construction to ensure compliance with all stipulations.

The holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer, BLM.

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant and for all response costs, penalties, damages, claims, and other costs arising from the provisions of the Resource Conservation and Recovery Act (RCRA), 42 U.S.C. Chap. 82, Section 6901 et. seq., from the Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), 42 U.S.C. Chap. 109, Section 9601 et. seq., and from other applicable environmental statues.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976, as amended (15 U.S.C. 2601, et. seq.) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized by this grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation and Liability Act, Section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et. seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et. seq.) on the right-of-way (unless the release or threatened release is wholly unrelated to the right-of-way holder's activity on the right-of-way). This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. If, during any phase of the construction, operation, maintenance, or termination of the site or related pipeline(s), any oil or other pollutant should be discharged from site facilities, the pipeline(s) or from containers or vehicles impacting Federal lands, the control and total removal, disposal, and cleanup of such oil of other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the holder to control, dispose of, or clean up such

Page 18 of 23

discharge on or affecting Federal lands, or to repair all damages to Federal lands resulting therefrom, the Authorized Officer may take such measures as deemed necessary to control and cleanup the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve the holder of any liability or responsibility.

- 5. Sites shall be maintained in an orderly, sanitary condition at all times. Waste materials, both liquid and solid, shall be disposed of promptly at an appropriate, authorized waste disposal facility in accordance with all applicable State and Federal laws. "Waste" means all discarded matter including, but not limited to, human waste, trash, garbage, refuse, petroleum products, brines, chemicals, oil drums, ashes, and equipment.
- 6. The operator will notify the Bureau of Land Management (BLM) authorized officer and nearest Fish and Wildlife Service (FWS) Law Enforcement office within 24 hours, if the operator discovers a dead or injured federally protected species (i.e., migratory bird species, bald or golden eagle, or species listed by the FWS as threatened or endangered) in or adjacent to a pit, trench, tank, exhaust stack, or fence. (If the operator is unable to contact the FWS Law Enforcement office, the operator must contact the nearest FWS Ecological Services office.)
- 7. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" designated by the Rocky Mountain Five-State Interagency Committee. The color selected for this project is **Shale Green**, Munsell Soil Color Chart Number 5Y 4/2.
- 8. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.
- 9. A sales contract for removal of mineral material (caliche, sand, gravel, fill dirt) from an authorized pit, site, or on location must be obtained from the BLM prior to commencing construction. There are several options available for purchasing mineral material: contact the BLM office (575-234-5972).
- 10. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

Page 19 of 23

11. Once the site is no longer in service or use, the site must undergo final abandonment. At final abandonment, the site and access roads must undergo "final" reclamation so that the character and productivity of the land are restored. Earthwork for final reclamation must be completed within six (6) months of the abandonment of the site. All pads and facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact. After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

12. The holder shall stockpile an adequate amount of topsoil where blading occurs.	The
topsoil to be stripped is approximately6 inches in depth. The topsoil will be	
segregated from other spoil piles. The topsoil will be used for final reclamation.	

13.	The holder	will reseed all	disturbed areas.	Seeding will	be done according	ig to the
atta	ched seedin	g requirements	s, using the follow	wing seed mix		

() seed mixture 1	() seed mixture 3
() seed mixture 2	() seed mixture 4
(X) seed mixture 2/LPC	() Aplomado Falcon Mixture

- 14. In those areas where erosion control structures are required to stabilize soil conditions, the holder shall install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound management practices. Any earth work will require prior approval by the Authorized Officer.
- 15. Open-topped Tanks The operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps

Page 20 of 23

16. The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an

impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

- 17. Open-Vent Exhaust Stack Exclosures The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.
- 18. Containment Structures Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

19. Special Stipulations:

- The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The berm shall be maintained through the life of the well and after interim reclamation has been completed.
- Any water erosion that may occur due to the construction of the well pad during the life of the
 well will be corrected within two weeks and proper measures will be taken to prevent future
 erosion.

Lesser Prairie-Chicken

Oil and gas activities will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except

Page 21 of 23

between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Normal vehicle use on existing roads will not be restricted. Exhaust noise from permanent engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

Timing Limitation Exceptions:

The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

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Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Seed Mixture for LPC Sand/Shinnery Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

<u>Species</u>	<u>lb/acre</u>
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	3lbs/A
Big Bluestem	6lbs/A
Plains Coreopsis	2lbs/A
Sand Dropseed	1lbs/A

^{*}Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Operator Certification Data Report 10/14/2019

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Rebecca Deal Signed on: 01/24/2019

Title: Regulatory Compliance Professional

Street Address: 333 W. Sheridan Ave

City: OKC State: OK Zip: 73102

Phone: (405)552-6556

Email address: blake.richardson@dvn.com

Field Representative

Representative Name: Blake Richardson

Street Address: 333 W SHERIDAN AVE

City: OKC State: OK Zip: 73102

Phone: (405)552-6556

Email address: blake.richardson@dvn.com



APD ID: 10400038434

Well Type: OIL WELL

U.S. Department of the Interior **BUREAU OF LAND MANAGEMENT**



Submission Date: 01/28/2019

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Well Work Type: Drill



Show Final Text

Section 1 - General

APD ID:

10400038434

Tie to previous NOS?

Submission Date: 01/28/2019

BLM Office: CARLSBAD

User: Rebecca Deal

Title: Regulatory Compliance

Professional Is the first lease penetrated for production Federal or Indian? FED

Federal/Indian APD: FED

Lease Acres: 2480

Lease number: NMLC0063798 Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: DEVON ENERGY PRODUCTION COMPANY LP

Operator letter of designation:

Operator Info

Operator Organization Name: DEVON ENERGY PRODUCTION COMPANY LP

Operator Address: 333 West Sheridan Avenue

Zip: 73102

Operator PO Box:

Operator City: Oklahoma City

State: OK

Operator Phone: (800)583-3866

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: BELL LAKE

Pool Name: BONE SPRING.

NORTH

Well Name: BLUE KRAIT 23-14 FED Well Number: 27H

Is the proposed well in an area containing other mineral resources? NATURAL GAS,OIL

Is the proposed well in a Helium production area? N Use Existing Well Pad? NO New surface disturbance?

Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: BLUE Number: 6

Well Class: HORIZONTAL KRAIT 23 FED WELLPAD
Number of Legs: 1

Well Work Type: Drill
Well Type: OIL WELL

Describe Well Type: Well sub-Type: INFILL

Describe sub-type:

Distance to town: Distance to nearest well: 92 FT Distance to lease line: 248 FT

Reservoir well spacing assigned acres Measurement: 320 Acres

Well plat: BLUE_KRAIT_23_14_FED_27H_C_102_20190124125354.pdf

Well work start Date: 08/25/2019 Duration: 45 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

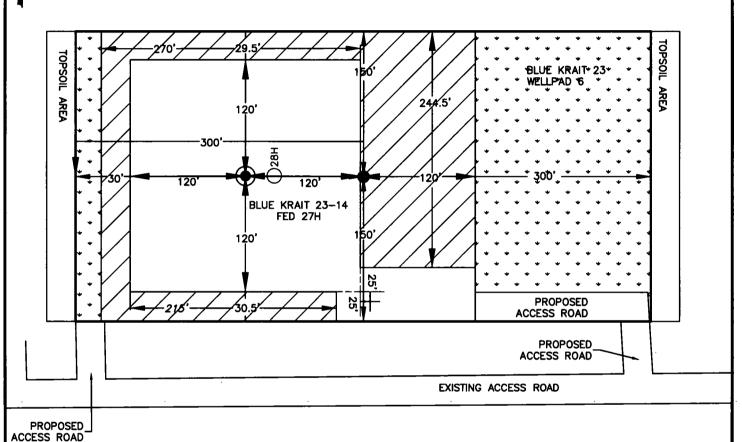
Datum: NAD83 Vertical Datum: NAVD88

Survey number: Reference Datum:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
SHL Leg #1	248	FSL	276 9	FEL	248	33E	23	Aliquot SESW	32.19653 3	- 103.5435 38	LEA	1	NEW MEXI CO		NMLC0 063798		0	0
KOP Leg #1	298	FSL	196 5	FWL	245	33E	23	Aliquot SESW	32.19668 1	- 103.5455 6	LEA	1	NEW MEXI CO		NMLC0 063798	- 635 3	995 3	991 1
PPP Leg #1	298	FSL	196 5	FWL	248	33E	23	Aliquot SESW	32.19668 1	- 103.5455 6	LEA	1	NEW MEXI CO		NMLC0 063798		995 3	991 1



SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO INTERIM SITE BUILD PLAN



DENOTES INTERIM PAD RECLAMATION AREA

DENOTES GRADING SITE RECLAMATION AREA

1.193± ACRES INTERIM PAD RECLAMATION AREA 1.322± ACRES GRADING SITE RECLAMATION AREA

1.617± ACRES NON-RECLAIMED AREA

4.132 ACRES GRADING SITE RECLAMATION AREA

DEVON ENERGY PRODUCTION COMPANY, L.P. BLUE KRAIT 23-14 FED 27H LOCATED 248 FT. FROM THE SOUTH LINE AND 2769 FT. FROM THE EAST LINE OF SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO

HORIZON ROW LLC

DEVON ENERGY PRODUCTION CO., L.P.

Drawn by: CHRIS MAAS

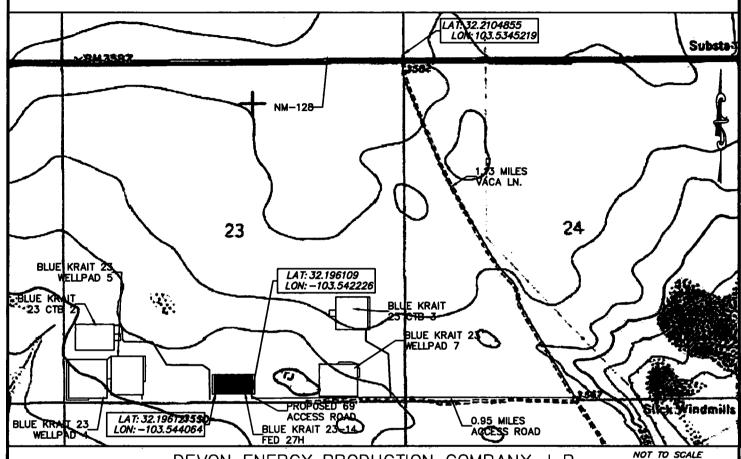
Date: 11/29/2018



200

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SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO VICINITY MAP



DEVON ENERGY PRODUCTION COMPANY, L.P.
BLUE KRAIT 23-14 FED 27H
LOCATED 248 FT. FROM THE SOUTH LINE
AND 2769 FT. FROM THE EAST LINE OF
SECTION 23, TOWNSHIP 24 SOUTH,
RANGE 33 EAST, N.M.P.M.
LEA COUNTY, STATE OF NEW MEXICO

DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF NM-128 AND VACA LN, HEAD SOUTH ON VACA LN FOR 1.13 MILES. TURN RIGHT AND HEAD WEST ON AN EXISTING ACCESS ROAD FOR 0.95 MILES TO THE POINT OF BEGINNING OF A PROPOSED ACCESS ROAD. TURN RIGHT AND HEAD NORTH FOR 69' TO THE SOUTHEAST CORNER OF THE BLUE KRAIT 23 WELLPAD 6.

HORIZON ROW LLC

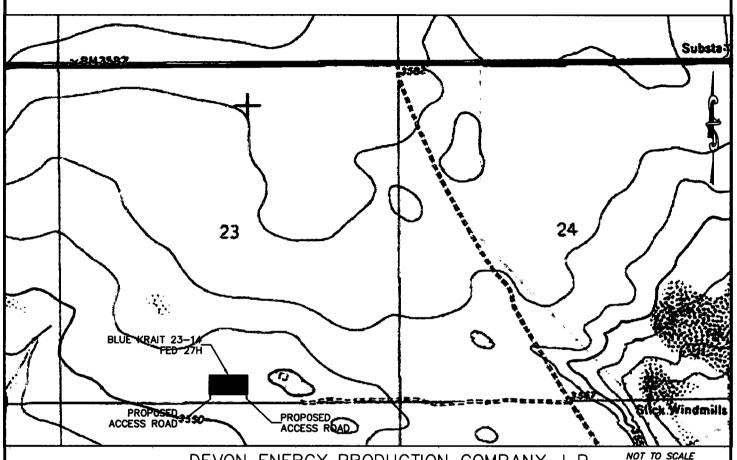
DEVON ENERGY PRODUCTION CO., L.P.

Drawn by: CHRIS MAAS

Date: 11/29/2018



SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO LOCATION VERIFICATION MAP



DEVON ENERGY PRODUCTION COMPANY, L.P.
BLUE KRAIT 23-14 FED 27H
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SECTION 23, TOWNSHIP 24 SOUTH,
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LEA COUNTY, STATE OF NEW MEXICO

O 1500 3000

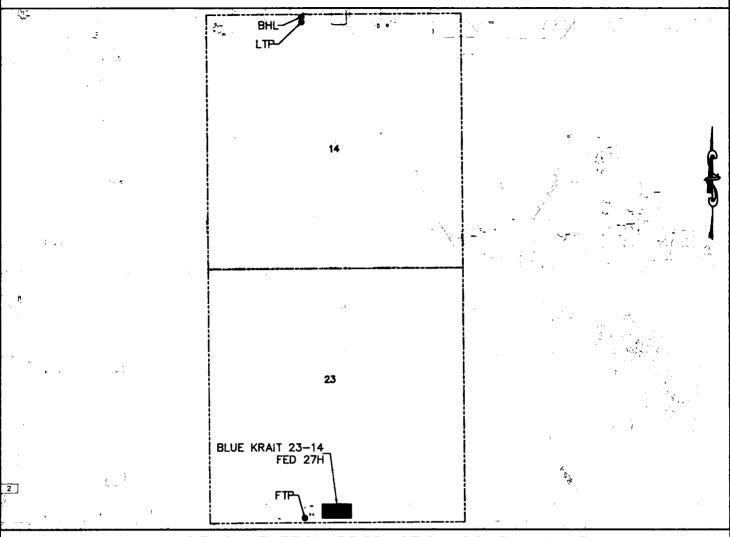
HORIZON ROW LLC

DEVON ENERGY PRODUCTION CO., L.P.

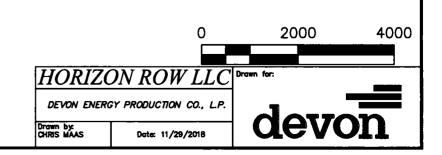
Drawn by:
CHRIS MAAS

Date: 11/29/2018

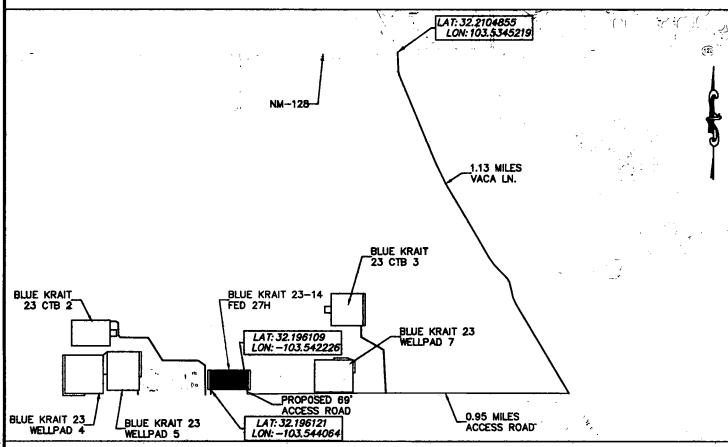
SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO AERIAL PHOTO



DEVON ENERGY PRODUCTION COMPANY, L.P.
BLUE KRAIT 23-14 FED 27H
LOCATED 248 FT. FROM THE SOUTH LINE
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SECTION 23, TOWNSHIP 24 SOUTH,
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LEA COUNTY, STATE OF NEW MEXICO



SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO AERIAL ACCESS ROUTE MAP



DEVON ENERGY PRODUCTION COMPANY, L.P.
BLUE KRAIT 23-14 FED 27H
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AND 2769 FT. FROM THE EAST LINE OF
SECTION 23, TOWNSHIP 24 SOUTH,
RANGE 33 EAST, N.M.P.M.
LEA COUNTY, STATE OF NEW MEXICO

NOT TO SCALE

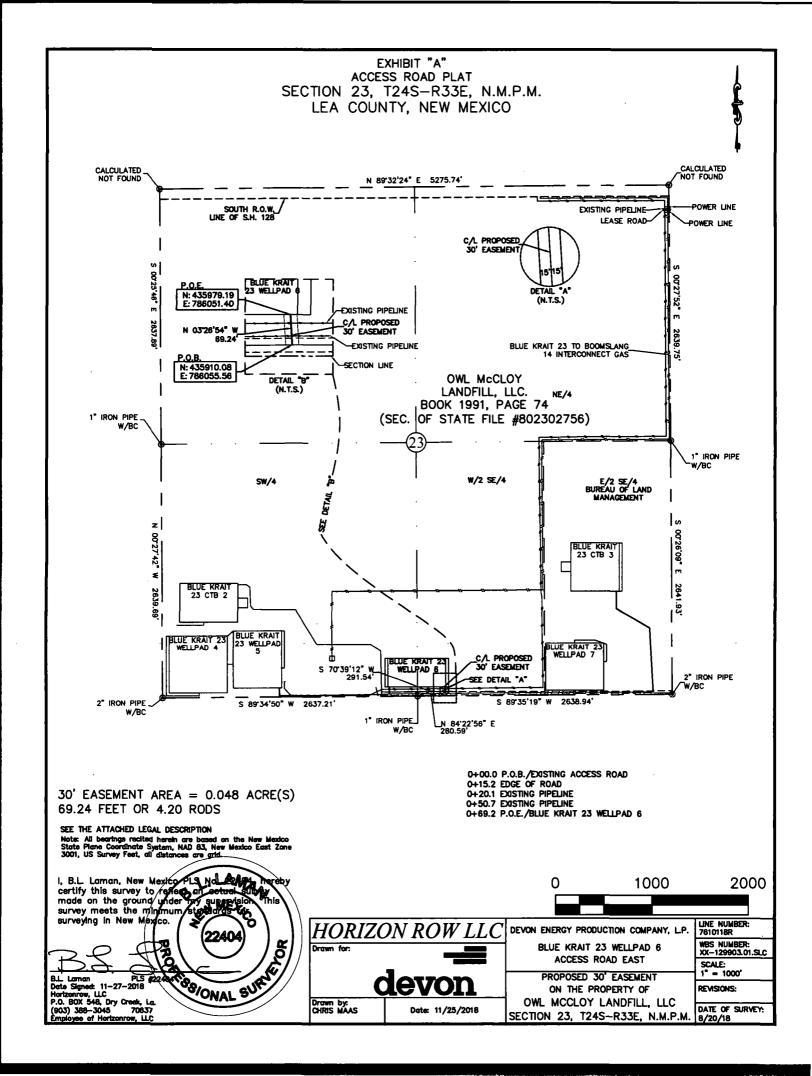
HORIZON ROW LLC

DEVON ENERGY PRODUCTION CO., L.P.

Drawn by: CHRIS MAAS

Date: 11/29/2018





SECTION 23, T24S-R33E, N.M.P.M., LEA COUNTY, NEW MEXICO

ACCESS ROAD PLAT

LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

OWL MCCLOY LANDFILL, LLC.

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the southwest quarter (SW ½) of Section 23, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and being out of a parcel of land owned by the OWL McCloy Landfill, LLC, described in Book 1991, Page 74 Secretary of State File #802302756, of the deed records of Lea County, NM. Said centerline of easement being more particularly described as follows:

Commencing from a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico;

Thence N 86°02'15" W, a distance of 292.74' to the **Point of Beginning** of this easement having coordinates of Northing=435902.84 feet, Easting=785484.28 feet and continuing the following course;

Thence N 01°07'47" W, a distance of 76.37' to the **Point of Ending** having coordinates of Northing=435979.19 feet, Easting=785482.78 feet, from said point a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico bears S 71°47'16" E a distance of 309.03', covering **76.37' or 4.63 rods** and having an area of **0.053 acres**.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

B.L. Laman

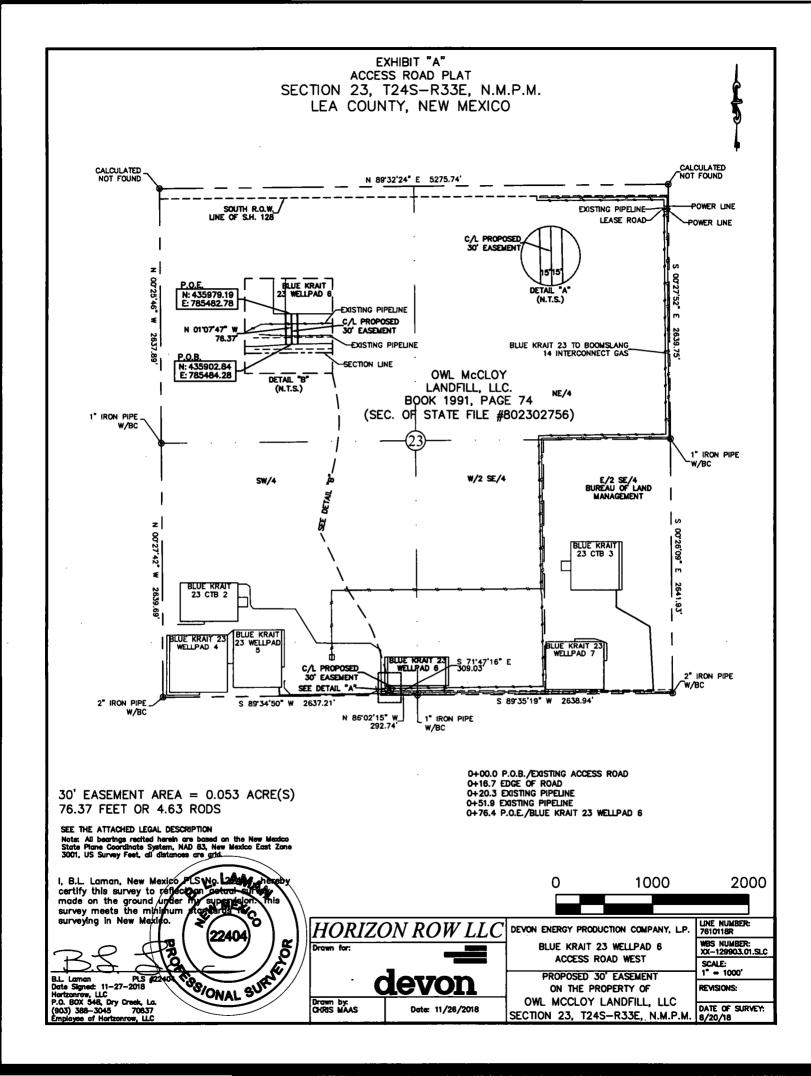
PI S 22404

Date Signed: 11/27/2018 Horizon Row, LLC

P.O. BOX 548, Dry Creek, La.

(903) 388-3045 70637

Employee of Horizon Row, LLC



SECTION 23, T24S-R33E, N.M.P.M., LEA COUNTY, NEW MEXICO

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Thence N 86°02'15" W, a distance of 292.74' to the **Point of Beginning** of this easement having coordinates of Northing=435902.84 feet, Easting=785484.28 feet and continuing the following course;

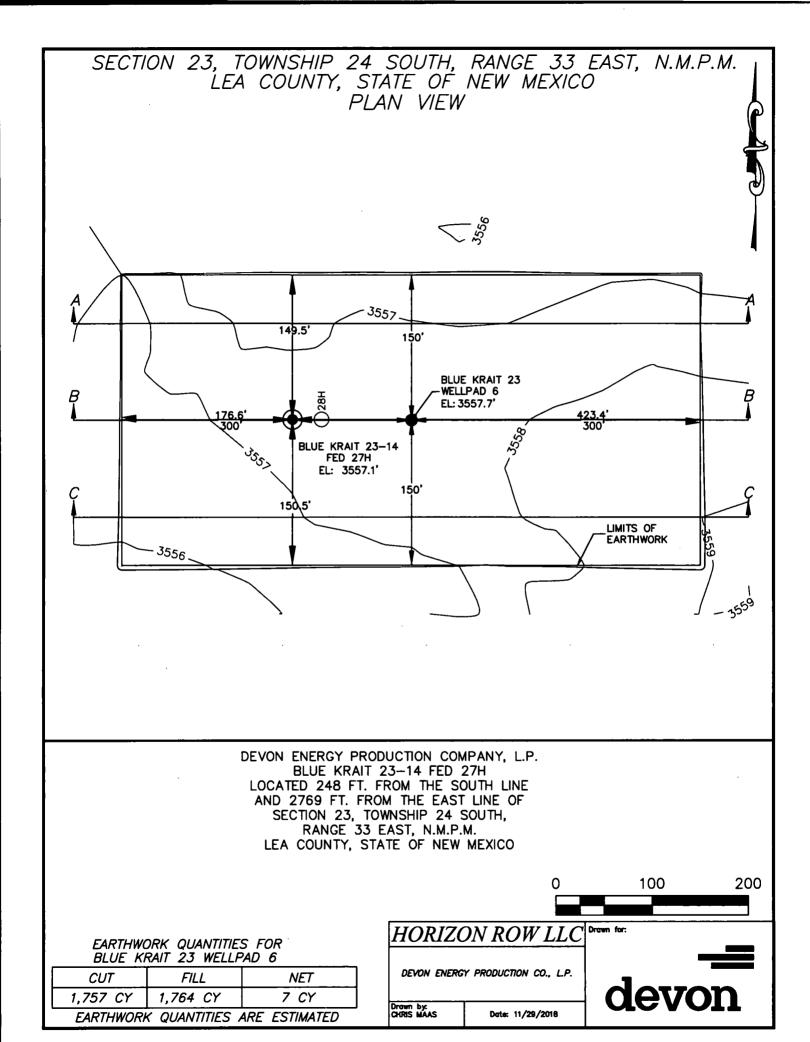
Thence N 01°07'47" W, a distance of 76.37' to the **Point of Ending** having coordinates of Northing=435979.19 feet, Easting=785482.78 feet, from said point a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico bears S 71°47'16" E a distance of 309.03', covering **76.37' or 4.63 rods** and having an area of **0.053 acres**.

NOTES:

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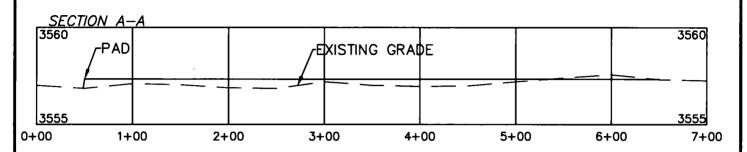
I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

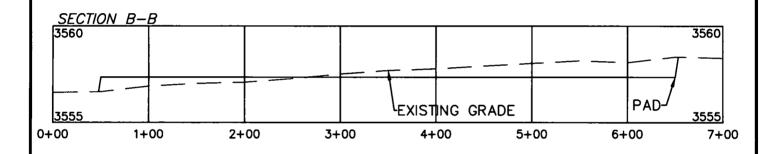
B.L. Laman PLS 22404
Date Signed: xx/xx/2018
Horizon Row, LLC
P.O. BOX 548, Dry Creek, La.
(903) 388-3045 70637
Employee of Horizon Row, LLC

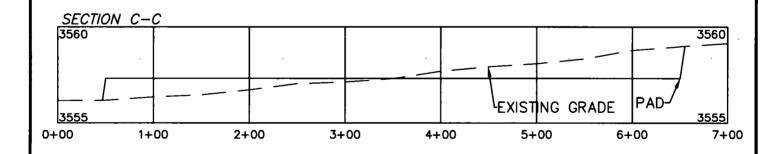


SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO CROSS SECTIONS









DEVON ENERGY PRODUCTION COMPANY, L.P. BLUE KRAIT 23-14 FED 27H LOCATED 248 FT. FROM THE SOUTH LINE AND 2769 FT. FROM THE EAST LINE OF SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO

SCALE 1" = 100' HORIZONTAL SCALE 1" = 5' VERTICAL

EARTHWORK QUANTITIES FOR BLUE KRAIT 23 WELLPAD 6

CUT	FILL	NET
1,757 CY	1,764 CY	7 CY
EARTHWORK	C QUANTITIES A	ARE ESTIMATED

DEVON ENERGY PRODUCTION CO., L.P.

HORIZON ROW LLC

Drawn by: CHRIS MAAS Date: 11/29/2018





U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Drilling Plan Data Report

10/14/2019

APD ID: 10400038434 Submission Date: 01/28/2019

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation			True Vertical	Measured			Producing
ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
1		3558	0	0	OTHER : Surface	NONE	N
2	RUSTLER	2454	1101	1101	SANDSTONE	NONE	N
3	TOP SALT	1933	1622	1622	SALT	NONE	N
4	BASE OF SALT	-1493	5048	5048	LIMESTONE	NONE	N
5	BELL CANYON	-1712	5267	5267	SANDSTONE	NATURAL GAS,OIL	N
6	CHERRY CANYON	-2746	6301	6301	SANDSTONE	NATURAL GAS,OIL	N
7	BRUSHY CANYON	-4376	7931	7931	SANDSTONE	NATURAL GAS,OIL	N
8	BONE SPRING	-5886	9441	9441	SHALE	NATURAL GAS,OIL	N
9	BONE SPRING 1ST	-6645	10200	10200	SANDSTONE	NATURAL GAS,OIL	N
10	BONE SPRING 2ND	-7305	10860	10860	SANDSTONE	NATURAL GAS,OIL	Y
11	BONE SPRING 3RD	-8641	12196	12196	SANDSTONE	NATURAL GAS,OIL	N

Section 2 - Blowout Prevention

Pressure Rating (PSI): 3M

Rating Depth: 5317

Equipment: BOP/BOPE will be installed per Onshore Oil & Gas Order #2 requirements prior to drilling below surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 3M will be installed on the wellhead system. BOP/BOPE will be tested by an independent service company per Onshore Oil & Gas Order #2 requirements and MASP (Maximum Anticipated Surface Pressure) calculations. If the system is upgraded, all the components installed will be functional and tested.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP stack to the choke manifold. See attached for specs for hydrostatic test chart.

Testing Procedure: 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.

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Choke Diagram Attachment:

3M_BOPE_CK_20190124130036.pdf

BOP Diagram Attachment:

3M_BOPE_CK_20190124130043.pdf

Pressure Rating (PSI): 5M

Rating Depth: 10484

Equipment: BOP/BOPE will be installed per Onshore Oil & Gas Order #2 requirements prior to drilling below surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 3M will be installed on the wellhead system. BOP/BOPE will be tested by an independent service company per Onshore Oil & Gas Order #2 requirements and MASP (Maximum Anticipated Surface Pressure) calculations. If the system is upgraded, all the components installed will be functional and tested. **Requesting Variance?** YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP stack to the choke manifold. See attached for specs for hydrostatic test chart.

Testing Procedure: 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.

Choke Diagram Attachment:

5M_BOPE__CK_20190128082534.pdf

BOP Diagram Attachment:

5M_BOPE__CK_20190128082549.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	1350	0	1350			1350	H-40	48	ST&C	1.12 5	1.25	BUOY	1.6	BUOY	1.6
	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	5317	0	5317			5317	J-55	40	LT&C	1.12 5	1.25	BUOY	1.6	BUOY	1.6
1	PRODUCTI ON	8.75	5.5	NEW	API	N	0	20511	0	10484	ľ		20511	P- 110		OTHER - BTC	1.12 5	1.25	BUOY	1.6	BUOY	1.6

Casing Attachments

	·· .	· · · · · · · · · · · · · · · · · · ·		 -
Casing Attacl	nments			
Casing ID	: 1	String Type:SURFACE		-
Inspection	n Document:			
Spec Doc	ument:			
Tapered S	String Spec:			
Casing De	esign Assump	tions and Worksheet(s):		
Surf	_Csg_Ass_201	90124130215.pdf		
Casing ID	: 2	String Type: INTERMEDIATE		
Inspection	n Document:			
Spec Doc	ument:			
Tapered S	string Spec:			
Casing De	esign Assump	tions and Worksheet(s):		
Int_C	Csg_Ass_2019	0124094716.pdf	•	
Casing ID	: 3	String Type:PRODUCTION		
Inspection	Document:			
Spec Doc	ument:			
Tapered S	String Spec:			
Casing De	esign Assump	tions and Worksheet(s):		
Prod	I_Csg_Ass_20 ⁻	190124130335.pdf		

Well Number: 27H

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: BLUE KRAIT 23-14 FED

Section 4 - Cement

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Vield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1350	1410. 2	1.33	13.2	1875. 6	100	CLASS C	Class C + adds

INTERMEDIATE	Lead	0	4817	784.2	1.94	9	1521. 4	50	С	Class C + Adds
INTERMEDIATE	Tail	4817	5317	196.8	1.33	13.2	261.7	50	С	Class C + Adds
PRODUCTION	Lead	4817	9953	739.9	1.94	9	1431. 6	25	TUNED	Class C + Adds
PRODUCTION	Tail	9953	2051	2017. 8	1.33	13.2	2683. 8	25	Н	(50:50) Clas H Cement: Poz (Fly Ash) + 0.5% bwoc HALAD-344 + 0.4% bwoc CFR-3 + 0.2% BWOC HR-601 + 2% bwoc Bentonite

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (Ibs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1350	WATER-BASED MUD	8.5	Ø				2			

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (Ibs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	H	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
5317	5317	SALT SATURATED	10	10.5				2			
5317	2051 2	WATER-BASED MUD	8.5	9				12			

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

Will run GRMWD from TD to from KOP. Cement bond logs will be run in vertical to determine top of cement. Stated logs run will be in the Completion Report and submitted to the BLM.

List of open and cased hole logs run in the well:

CALIPER, CBL, DS, GR, MUDLOG

Coring operation description for the well:

N/A

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4907

Anticipated Surface Pressure: 2600.52

Anticipated Bottom Hole Temperature(F): 168

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Blue Krait_23_14_Fed_27H_H2S_Plan_20190124131856.pdf

Well Name: BLUE KRAIT 23-14 FED Well Number: 27H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Blue_Krait_23_14_Fed_27H_DIR_SVY_20190124131931.pdf

Blue_Krait_23_14_Fed_27H_Plot_20190124131932.pdf

Blue_Krait_23_14_Fed_27H_DRLG_PLAN_20190128082919.pdf

Other proposed operations facets description:

DIRECTIONAL SURVEY

PLOT

DRILLING PLAN

MULTI-BOWL VERBIAGE

MULTI-BOWL WELLHEAD

CLOSED LOOP DESIGN PLAN

CO-FLEX HOSE

SPUDDER RIG REQUEST

GCP FORM

SPEC SHEETS - 2

Other proposed operations facets attachment:

5_500in_17_00__P110RY_DWC_C_20190124102614.pdf

Spudder_Rig_Info_20190124102728.pdf

Clsd_Loop_20190124102727.pdf

MB_Verb_5M_20190124132040.pdf

13.375_48__H40_20190124132122.pdf

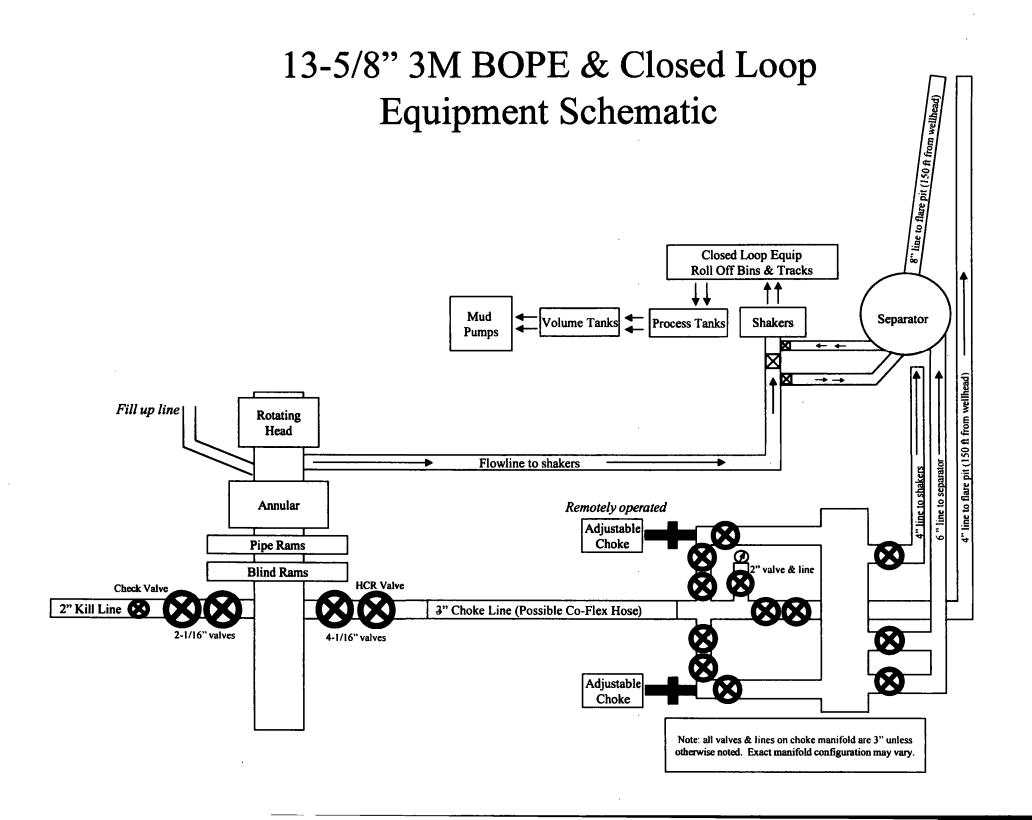
MB_Wellhd_5M_20190124132847.pdf

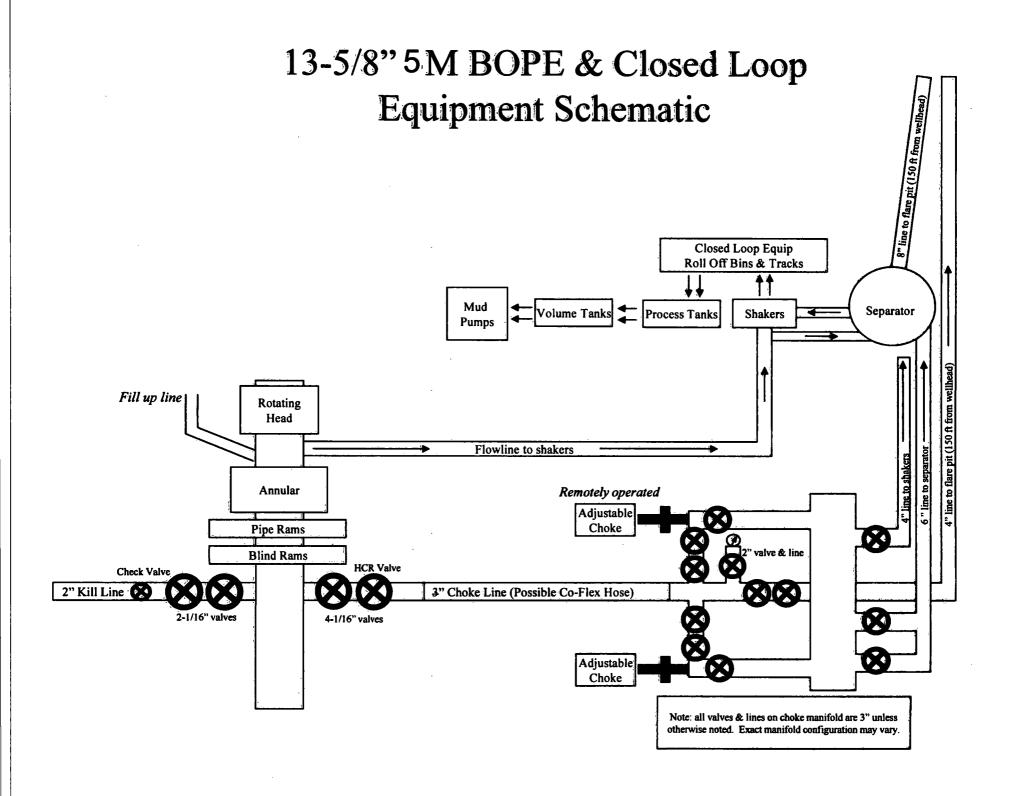
Blue Krait 23 Fed WP 6 GCP 20190124132919.pdf

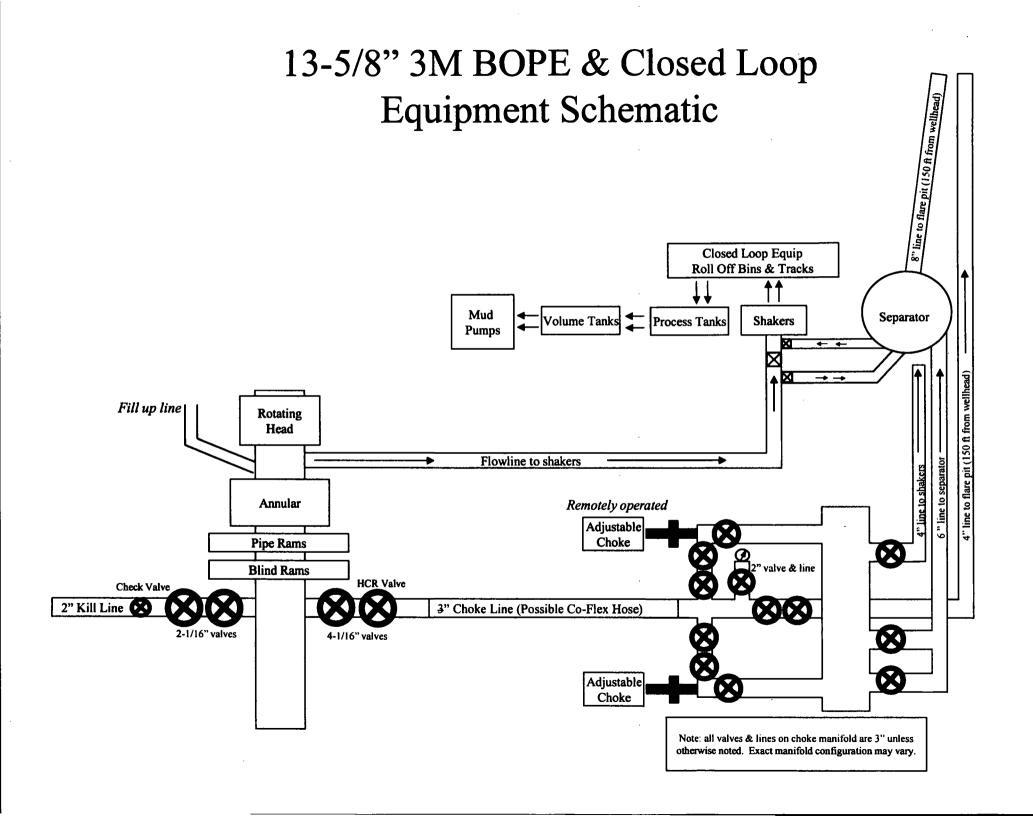
9.625_40__J_55_20190124154442.pdf

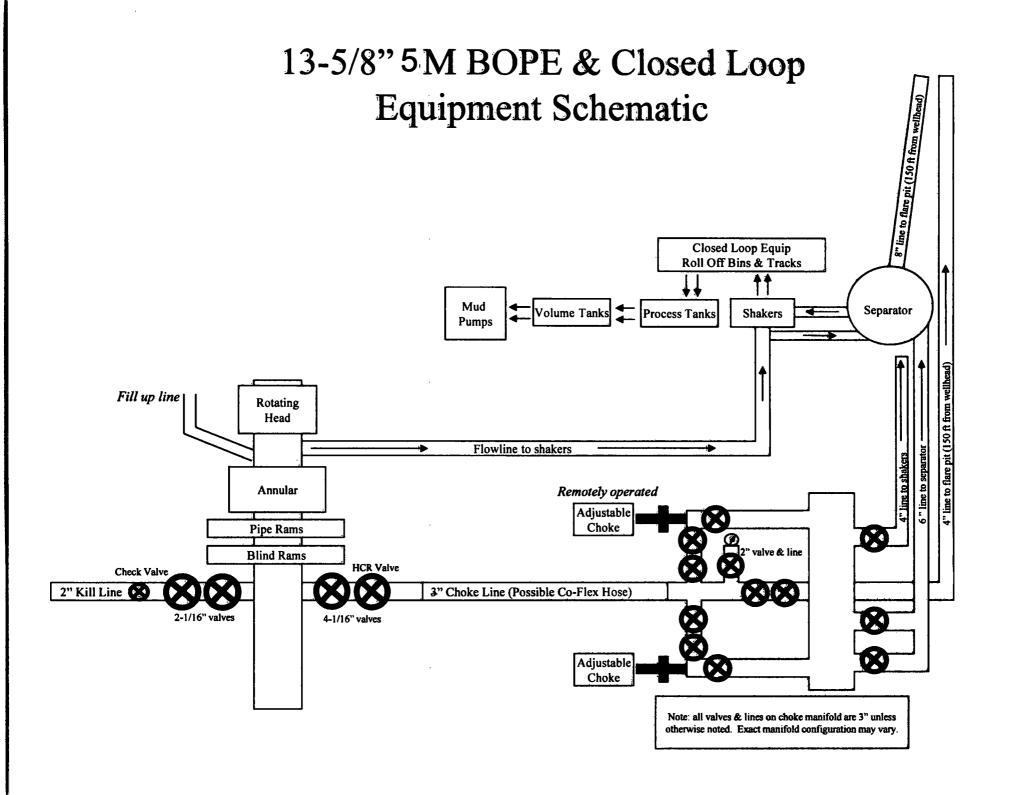
Other Variance attachment:

Co_flex_20190124102748.pdf









Casing Assumptions and Load Cases

Intermediate

All casing design assumptions were ran in Stress Check to determine safety factor which meet or exceed both Devon Energy and BLM minimum requirements. All casing strings will be filled while running in hole in order to not exceed collapse rating of the pipe.

Intermediate Casing Burst Design									
Load Case	External Pressure	Internal Pressure							
Pressure Test	Formation Pore Pressure	Max mud weight of next hole- section plus Test psi							
Drill Ahead	Formation Pore Pressure	Max mud weight of next hole section							
Fracture @ Shoe	Formation Pore Pressure	Dry gas							

	Intermediate Casing Collapse Design									
Load Case External Pressure Internal Pressure										
Full Evacuation	Water gradient in cement, mud above TOC	None								
Cementing Wet cement weight Water (8.33ppg)										

Intermediate Casing Tension Design		
Load Case Assumptions		
Overpull	100kips	
Runing in hole 2 ft/s		
Service Loads N/A		

All casing design assumptions were ran in Stress Check to determine safety factor which meet or exceed both Devon Energy and BLM minimum requirements. All casing strings will be filled while running in hole in order to not exceed collapse rating of the pipe.

Production Casing Burst Design			
Load Case	External Pressure	Internal Pressure	
Pressure Test	Formation Pore Pressure	Fluid in hole (water or produced water) + test psi	
Tubing Leak	Formation Pore Pressure	Packer @ KOP, leak below surface 8.6 ppg packer fluid	
Stimulation	Formation Pore Pressure	Max frac pressure with heaviest frac fluid	

Production Casing Collapse Design				
Load Case External Pressure Internal Pressure				
Full Evacuation	Water gradient in cement, mud above TOC.	None		
Cementing	Wet cement weight	Water (8.33ppg)		

Production Casing Tension Design		
Load Case Assumptions		
Overpull	100kips	
Runing in hole	2 ft/s	
Service Loads	N/A	

/

All casing design assumptions were ran in Stress Check to determine safety factor which meet or exceed both Devon Energy and BLM minimum requirements. All casing strings will be filled while running in hole in order to not exceed collapse rating of the pipe.

Production Casing Burst Design			
Load Case	Internal Pressure		
Pressure Test	Formation Pore Pressure	Fluid in hole (water or produced water) + test psi	
Tubing Leak	Formation Pore Pressure	Packer @ KOP, leak below surface 8.6 ppg packer fluid	
Stimulation	Formation Pore Pressure	Max frac pressure with heaviest frac fluid	

Production Casing Collapse Design					
Load Case External Pressure Internal Pressure					
Full Evacuation	Water gradient in cement, mud above TOC.	None			
Cementing	Wet cement weight	Water (8.33ppg)			

Production Casing Tension Design		
Load Case Assumptions		
Overpull 100kips		
Runing in hole 2 ft/s		
Service Loads N/A		

Casing Assumptions and Load Cases

Surface

All casing design assumptions were ran in Stress Check to determine safety factor which meet or exceed both Devon Energy and BLM minimum requirements. All casing strings will be filled while running in hole in order to not exceed collapse rating of the pipe.

Surface Casing Burst Design			
Load Case	External Pressure	Internal Pressure Max mud weight of next hole- section plus Test psi Max mud weight of next hole section	
Pressure Test	Formation Pore Pressure		
Drill Ahead	Formation Pore Pressure		
Displace to Gas	Formation Pore Pressure	Dry gas from next casing point	

Surface Casing Collapse Design				
Load Case External Pressure Internal Pressure				
Full Evacuation	Water gradient in cement, mud above TOC	None		
Cementing	Wet cement weight	Water (8.33ppg)		

Surface Casing Tension Design		
Load Case Assumptions		
Overpull	100kips	
Runing in hole 3 ft/s		
Service Loads N/A		



Devon Energy Center 333 West Sheridan Avenue Oklahoma City, Oklahoma 73102-5015

Hydrogen Sulfide (H₂S) Contingency Plan

For

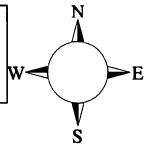
Blue Krait 23-14 Fed 27H

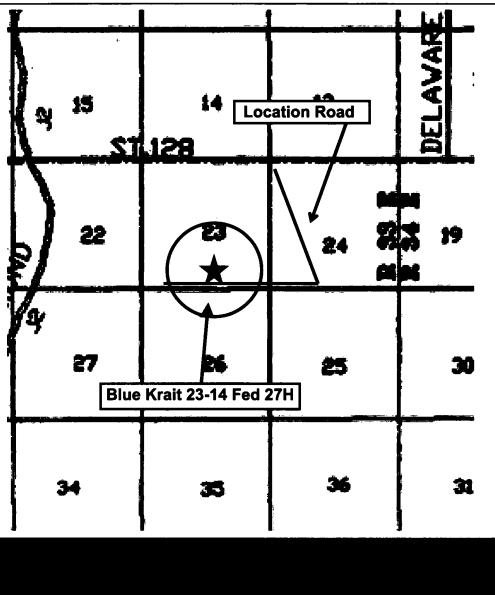
Sec-23 T-24S R-33E 248' FSL & 2769' FEL LAT. = 32.196533' N (NAD83) LONG = 103.543538' W

Lea County NM

Blue Krait 23-14 Fed 27H

This is an open drilling site. H₂S monitoring equipment and emergency response equipment will be used within 500' of zones known to contain H₂S, including warning signs, wind indicators and H₂S monitor.





Escape

Crews shall escape upwind of escaping gas in the event of an emergency release of gas. Escape can be facilitated from the location entrance road. Crews should then block the entrance to the location from the lease road so as not to allow anyone traversing into a hazardous area. The blockade should be at a safe distance outside of the ROE. There are no homes or buildings in or near the ROE.

Assumed 100 ppm ROE = 3000'

100 ppm H₂S concentration shall trigger activation of this plan.

Emergency Procedures

In the event of a release of gas containing H2S, the first responder(s) must

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H₂S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response
- Take precautions to avoid personal injury during this operation.
- Contact operator and/or local officials to aid in operation. See list of phone numbers attached.
- Have received training in the
 - o Detection of H₂S, and
 - o Measures for protection against the gas,
 - o Equipment used for protection and emergency response.

Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO₂). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas

Characteristics of H₂S and SO₂

Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H ₂ S	1.189 Air = 1	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO ₂	2.21 Air = 1	2 ppm	N/A	1000 ppm

Contacting Authorities

Devon Energy Corp. personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available. The following call list of essential and potential responders has been prepared for use during a release. Devon Energy Corp. Company response must be in coordination with

the State of New Mexico's 'Hazardous Materials Emergency Response Plan' (HMER)

Hydrogen Sulfide Drilling Operation Plan

I. HYDROGEN SULFIDE (H₂S) TRAINING

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:

- 1. The hazards and characteristics of hydrogen sulfide (H₂S)
- 2. The proper use and maintenance of personal protective equipment and life support systems.
- 3. The proper use of H₂S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
- 4. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

- The effects of H₂S metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
- 3. The contents and requirements of the H₂S Drilling Operations Plan and Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable H₂S zone (within 3 days or 500 feet) and weekly H₂S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific H₂S Drilling Operations Plan and the Public Protection Plan.

II. HYDROGEN SULFIDE TRAINING

Note: All H₂S safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain H₂S.

1. Well Control Equipment

- A. Flare line
- B. Choke manifold Remotely Operated
- C. Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
- D. Auxiliary equipment may include if applicable: annular preventer and rotating head.
- E. Mud/Gas Separator

2. Protective equipment for essential personnel:

30-minute SCBA units located at briefing areas, as indicated on well site diagram, with escape units available in the top doghouse. As it may be difficult to communicate audibly while wearing these units, hand signals shall be utilized.

3. H₂S detection and monitoring equipment:

Portable H₂S monitors positioned on location for best coverage and response. These units have warning lights which activate when H₂S levels reach 10 ppm and audible sirens which activate at 15 ppm. Sensor locations:

- Bell nipple
- Possum Belly/Shale shaker
- Rig floor
- Choke manifold
- Cellar

Visual warning systems:

- A. Wind direction indicators as shown on well site diagram
- B. Caution/ Danger signs shall be posted on roads providing direct access to locations. Signs will be painted a high visibility yellow with black lettering of sufficient size to be reasonable distance from the immediate location. Bilingual signs will be used when appropriate.

4. Mud program:

The mud program has been designed to minimize the volume of H₂S circulated to surface. Proper mud weight, safe drilling practices and the use of H₂S scavengers will minimize hazards when penetrating H₂S bearing zones.

5. Metallurgy:

- A. All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold lines, and valves shall be H₂S trim.
- B. All elastomers used for packing and seals shall be H₂S trim.

6. Communication:

- A. Company personnel have/use cellular telephones in the field.
- B. Land line (telephone) communications at Office

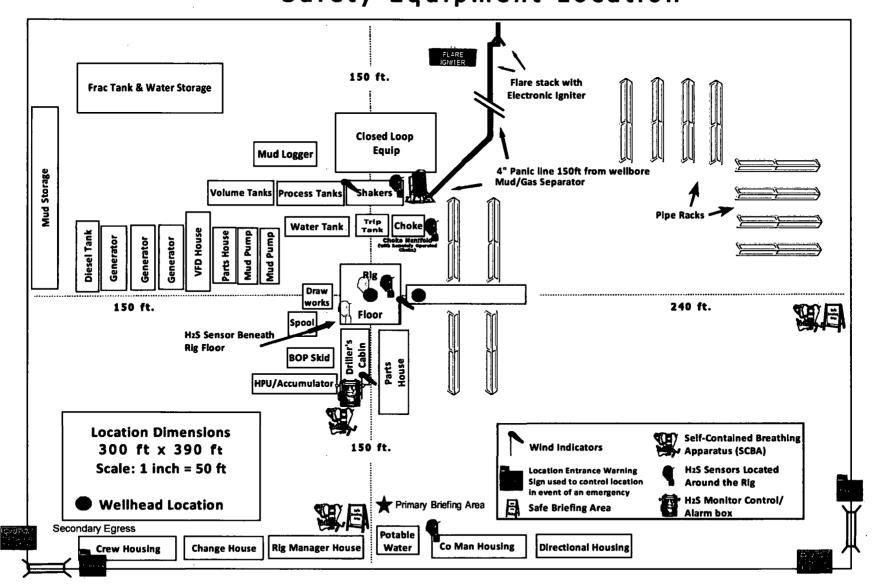
7. Well testing:

- A. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safety and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H₂S environment will use the closed chamber method of testing.
- B. There will be no drill stem testing.

	pervisor – Basin – Mark Kramer		405-823-479
EHS Profe	essional – Laura Wright		405-439-812
Agency	Call List		
Lea	Hobbs		
County	Lea County Communication Authority		393-398
<u>(575)</u>	State Police		392-558
	City Police		397-926
	Sheriff's Office		393-251
	Ambulance		91
	Fire Department		397-930
	LEPC (Local Emergency Planning Com	mittee)	393-287
	NMOCD		393-616
	US Bureau of Land Management		393-361
Eddy	Carlsbad		
County	State Police		885-313
<u>575)</u>	City Police		885-211
_	Sheriff's Office		887-755
	Ambulance		91
	Fire Department		885-312
	LEPC (Local Emergency Planning Com	887-379	
	US Bureau of Land Management		887-654
	NM Emergency Response Commission	(Santa Fe)	(505) 476-960
	24 HR	,	(505) 827-912
	National Emergency Response Center		(800) 424-880
	National Pollution Control Center: Direct	į	(703) 872-600
	For Oil Spills		(800) 280-711
	Emergency Services		
	Wild Well Control		(281) 784-470
	Cudd Pressure Control	(915) 699- 0139	(915) 563-335
	Halliburton		(575) 746-275
	B. J. Services		(575) 746-356
Give	Native Air – Emergency Helicopter – Hobbs		(575) 392-642
GPS	Flight For Life - Lubbock, TX		(806) 743-991
position:	Aerocare - Lubbock, TX		(806) 747-892
	Med Flight Air Amb - Albuquerque, NM		(575) 842-443
	Lifeguard Air Med Svc. Albuquerque, NM		(800) 222-122
	Poison Control (24/7)		(575) 272-311
	Oil & Gas Pipeline 24 Hour Service		(800) 364-436



Devon Energy - Well Pad Rig Location Layout Safety Equipment Location



WCDSC Permian NM

Lea County (NAD83 New Mexico East) Sec 23-T24S-R33E Blue Krait 23-14 Fed 27H

Wellbore #1

Plan: Permit Plan 1

Standard Planning Report - Geographic

27 December, 2018

Database: Company: EDM r5000.141 Prod US

WCDSC Permian NM

Lea County (NAD83 New Mexico East)

Project: Site:

Sec 23-T24S-R33E

Well:

Blue Krait 23-14 Fed 27H

Wellbore:

Wellbore #1 Permit Plan 1

Design:

Map System: Geo Datum:

Map Zone:

Site

US State Plane 1983 North American Datum 1983 Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference: MD Reference: North Reference: RKB @ 3582.10ft

Well Blue Krait 23-14 Fed 27H

RKB @ 3582.10ft

Minimum Curvature

Project Lea County (NAD83 New Mexico East)

New Mexico Eastern Zone

System Datum:

Mean Sea Level

Sec 23-T24S-R33E

Site Position: From:

Мар

Northing: Easting:

446,417.68 usft 783,057.71 usft Latitude: Longitude:

32.224862 -103.551658

Position Uncertainty:

Slot Radius:

13-3/16 "

Grid Convergence:

0.42 °

Well Blue Krait 23-14 Fed 27H

Well Position

+N/-S +E/-W 0.00 ft 0.00 ft

0.00 ft

Northing: Easting:

436,129.65 usft 785,644.38 usft

Latitude: Longitude:

32.196531 -103.543538

Position Uncertainty

0.50 ft

Wellhead Elevation:

Ground Level:

3,557.10 ft

Wellbore	Wellbore #1				
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF2015	12/26/2018	6.77	60.02	47,766.87648974

Design	Permit Plan 1					
Audit Notes:						
Version:		Phase:	PROTOTYPE	Tie On Depth:	0.00	
Vertical Section:		Depth From (TVD)	+N/-S	+E/-W	Direction	
		(ft)	(ft)	(ft)	(°)	
		0.00	0.00	0.00	356.54	

Plan Surv	ey Tool Prog	ram	Date 12/27/2018			
	th From (ft)	Depth To (ft)	Survey (Wellbore)	Tool Name	Remarks	
1	0.00	20,511.5	4 Permit Plan 1 (Wellbore #1)	MWD+HDGM OWSG MWD + HDGM		

an Sections Measured			Vertical			Dogleg	Build	Turn		
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
4,500.00	0.00	0.00	4,500.00	0.00	0.00	0.00	0.00	0.00	0.00	
5,139.19	7.99	274.57	5,137.13	3.54	-44.35	1.25	1.25	0.00	274.57	
9,070.29	7.99	274.57	9,030.06	47.05	-589.04	0.00	0.00	0.00	0.00	
9,602.96	0.00	0.00	9,561.00	50.00	-626.00	1.50	-1.50	0.00	180.00	
9,953.00	0.00	0.00	9,911.04	50.00	-626.00	0.00	0.00	0.00	0.00	
10,853.00	90.00	0.03	10,484.00	622.96	-625.75	10.00	10.00	0.00	0.03	PBHL - Blue Krait 23
20,511.54	90.00	0.03	10,484.00	10,281.50	-621.52	0.00	0.00	0.00	0.00	PBHL - Blue Krait 23

TVD Reference:

MD Reference:

North Reference:

Database: Company: EDM r5000.141_Prod US

WCDSC Permian NM

Lea County (NAD83 New Mexico East)

Project: Site: Well:

Sec 23-T24S-R33E

Wellbore: Design: Blue Krait 23-14 Fed 27H

Wellbore #1 Permit Plan 1 Local Co-ordinate Reference:

Well Blue Krait 23-14 Fed 27H

RKB @ 3582.10ft

RKB @ 3582.10ft

Grid

Survey Calculation Method: Minimum Curvature

ned Survey									
fleasured Depth (ft)	inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/- W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
0.00	0.00	0.00	0.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.5435
100.00	0.00	0.00	100.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103,5435
200.00	0.00	0.00	200.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.5435
300.00	0.00	0.00	300.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.5435
400.00	0.00	0.00	400.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
500.00	0.00	0.00	500.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
600.00	0.00	0.00	600.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
700.00	0.00	0.00	700.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
800.00	0.00	0.00	800.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
900.00	0.00	0.00	900.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
1,000.00	0.00	0.00	1,000.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
1,100.00	0.00	0.00	1,100.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
1,200.00	0.00	0.00	1,200.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
1,300.00	0.00	0.00	1,300.00	0.00	0.00	436,129.65	785,644.38	32,196531	-103.543
1,400.00	0.00	0.00	1,400.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
1,500.00	0.00	0.00	1,500.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
1,600.00	0.00	0.00	1,600.00	0.00	0.00	436,129.65	785,644,38	32.196531	-103.543
1,700.00	0.00	0.00	1,700.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
1,800.00	0.00	0.00	1,800.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
1,900.00	0.00	0.00	1,900.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,000.00	0.00	0.00	2,000.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,100.00	0.00	0.00	2,100.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,200.00	0.00	0.00	2,200.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,300.00	0.00	0.00	2,300.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,400.00	0.00	0.00	2,400.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,500.00	0.00	0.00	2,500.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,600.00	0.00	0.00	2,600.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,700.00	0.00	0.00	2,700.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,800.00	0.00	0.00	2,800.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
2,900.00	0.00	0.00	2,900.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,000.00	0.00	0.00	3,000.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,100.00	0.00	0.00	3,100.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,200.00	0.00	0.00	3,200.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,300.00	0.00	0.00	3,200.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,400.00	0.00	0.00	3,400.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,500.00	0.00	0.00	3,500.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,600.00	0.00	0.00	3,600.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,700.00	0.00	0.00	3,700.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,800.00	0.00	0.00	3,800.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
3,900.00	0.00	0.00	3,900.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
4,000.00	0.00	0.00	4,000.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
4,100.00	0.00	0.00	4,100.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
4,200.00	0.00	0.00	4,200.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
4,300.00	0.00	0.00	4,300.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
4,400.00	0.00	0.00	4,400.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
4,500.00	0.00	0.00	4,500.00	0.00	0.00	436,129.65	785,644.38	32.196531	-103.543
4,600.00			4,599.99	0.00	-1.09	436,129.74	785,643.29	32.196532	-103.543
	1.25	274.57					785,640.03		
4,700.00	2.50	274.57	4,699.94	0.35	-4.35 0.79	436,130.00	•	32.196532	-103.543
4,800.00	3.75	274.57	4,799.79	0.78	-9.78	436,130.43	785,634.59	32.196534	-103.543
4,900.00	5.00	274.57	4,899.49	1.39	-17.39	436,131.04	785,626.99	32.196535	-103.543
5,000.00	6.25	274.57	4,999.01	2.17	-27.16	436,131.82	785,617.22	32.196538	-103.543
5,100.00	7.50	274.57	5,098.29	3.12	-39.09	436,132.77	785,605.29	32.196541	-103.543
5,139.19	7.99	274.57	5,137.13	3.54	-44.35	436,133.19	785,600.02	32.196542	-103.543
5,200.00	7.99	274.57	5,197.34	4.22	-52.78	436,133.87	785,591.60	32.196544	-103.543

Database: Company: EDM r5000.141_Prod US

WCDSC Permian NM

Project: Site:

Lea County (NAD83 New Mexico East)

Well:

Sec 23-T24S-R33E

Wellbore: Design:

Blue Krait 23-14 Fed 27H

Wellbore #1 Permit Plan 1 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: **Survey Calculation Method:** Well Blue Krait 23-14 Fed 27H

RKB @ 3582.10ft RKB @ 3582.10ft

Grid

Minimum Curvature

Planned Survey	
Management	
Measured	
l Doméh i	

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
5,400.00	7.99	274.57	5,395.40	6.43	-80.49	436,136.08	785,563.89	32.196551	-103.54379
5,500.00	7.99	274.57	5,494.43	7.54	-94.35	436,137.19	785,550.03	32.196554	-103.54384
5,600.00	7.99	274.57	5,593.46	8.64	-108.20	436,138.29	785,536.18	32.196557	-103.54388
5,700.00	7.99	274.57	5,692.49	9.75	-122.06	436,139.40	785,522.32	32.196561	-103.54393
5,800.00	7.99	274.57	5,791.52	10.86	-135.91	436,140.51	785,508.46	32.196564	-103.54397
5,900.00	7.99	274.57	5,890.54	11.96	-149.77	436,141.61	785,494.61	32.196567	-103.54402
6,000.00	7.99	274.57	5,989.57	13.07	-163.63	436,142.72	785,480.75	32.196571	-103.54406
6,100.00	7.99	274.57	6,088.60	14.18	-177.48	436,143.83	785,466.90	32.196574	-103.54411
6,200.00	7.99	274.57	6,187.63	15.28	-191.34	436,144.93	785,453.04	32.196577	-103.54415
6,300.00	7.99	274.57	6,286.66	16.39	-205.19	436,146.04	785,439.19	32.196581	-103.54420
6,400.00	7.99	274.57	6,385.69	17.50	-219.05	436,147.15	785,425.33	32.196584	-103.54424
6,500.00	7.99	274.57	6,484.72	18.60	-232.90	436,148.25	785,411.47	32.196587	-103.54429
6,600.00	7.99	274.57	6,583.75	19.71	-246.76	436,149.36	785,397.62	32.196590	-103.54433
6,700.00	7.99	274.57	6,682.78	20.82	-260.62	436,150.47	785,383.76	32.196594	-103.54438
6,800.00	7.99	274.57	6,781.81	21.92	-274.47	436,151.57	785,369.91	32.196597	-103.54442
6,900.00	7.99	274.57	6,880.84	23.03	-288.33	436,152.68	785,356.05	32.196600	-103.54447
7,000.00	7.99	274.57	6,979.87	24.14	-302.18	436,153.79	785,342.20	32.196604	-103.54451
7,100.00	7.99	274.57	7,078.90	25.24	-316.04	436,154.89	785,328.34	32.196607	-103.5445
7,200.00	7.99	274.57	7,177.93	26.35	-329.89	436,156.00	785,314.48	32.196610	-103.54466
7,300.00	7.99	274.57	7,276.95	27.46	-343.75	436,157.11	785,300.63	32.196614	-103.54464
7,400.00	7.99	274.57	7,375.98	28.56	-357.61	436,158.21	785,286.77	32.196617	-103.54469
7,500.00	7.99	274.57	7,475.01	29.67	-371.46	436,159.32	785,272.92	32.196620	-103.5447
7,600.00	7.99	274.57	7,574.04	30.78	-385.32	436,160.43	785,259.06	32.196624	-103.5447
7,700.00	7.99	274.57	7,673.07	31.88	-399.17	436,161.53	785,245.20	32.196627	-103.54482
7,800.00	7.99	274.57	7,772.10	32.99	-413.03	436,162.64	785,231.35	32.196630	-103.5448
7,900.00	7.99	274.57	7,871.13	34.10	-426.88	436,163.75	785,217.49	32.196634	-103.5449
8,000.00	7.99	274.57	7,970.16	35.20	-44 0.74	436,164.85	785,203.64	32.196637	-103.5449
8,100.00	7.99	274.57	8,069.19	36.31	-454.60	436,165.96	785,189.78	32.196640	-103.5450
8,200.00	7.99	274.57	8,168.22	37.42	-468.45	436,167.07	785,175.93	32.196644	-103.5450
8,300.00	7.99	274.57	8,267.25	38.52	-482.31	436,168.17	785,162.07	32.196647	-103.5450
8,400.00	7.99	274.57	8,366.28	39.63	-496.16	436,169.28	785,148.21	32.196650	-103.5451
8,500.00	7.99	274.57	8,465.31	40.74	-510.02	436,170.39	785,134.36	32.196654	-103.54518
8,600.00	7.99	274.57	8,564.33	41.84	-523.88	436,171.49	785,120.50	32.196657	-103.5452
8,700.00	7.99	274.57	8,663.36	42.95	-537.73	436,172.60	785,106.65	32.196660	-103.5452
8,800.00	7.99	274.57	8.762.39	44.06	-551.59	436,173.71	785,092.79	32.196664	-103.5453
8,900.00	7.99	274.57	8,861.42	45.16	-565.44	436,174.81	785,078.94	32.196667	-103.5453
9,000.00	7.99	274.57	8,960.45	46.27	-579.30	436,175.92	785,065.08	32.196670	-103.5454
9,070.29	7.99 7.99	274.57	9,030.06	47.05	-579.30 -589.04	436,176.70	785,055.34	32.196673	-103.5454
9,100.00	7.5 3 7.54	274.57	9,059.50	47.37	-593.04	436,177.02	785,051.34	32.196673	-103,5454
9,200.00	6.04	274.57 274.57	9,158.79	47.37 48.31	-604.83	436,177.96	785.039.55	32.196676	-103.5454
9,200.00	4.54	274.57 274.57	9,258.36	49.04	-614.03	436,177.98	785,039.35 785,030.35	32.196679	-103.5455
			9,358.14	49.57	-620.63	436,179.22	785,023.75	32.196680	-103.5455
9,400.00	3.04	274.57				436,179.54	•		-103.5455
9,500.00	1.54	274.57	9,458.06	49.89	-624.62	·	785,019.76	32.196681	
9,600.00	0.04	274.57	9,558.04	50.00	-626.00 eac.oo	436,179.65	785,018.38	32.196681	-103.5455
9,602.96	0.00	0.00	9,561.00	50.00	-626.00	436,179.65	785,018.38	32.196681	-103.5455
9,700.00	0.00	0.00	9,658.04	50.00	-626.00	436,179.65	785,018.38	32.196681	-103.5455
9,800.00	0.00	0.00	9,758.04	50.00	-626.00	436,179.65	785,018.38	32.196681	-103.5455
9,900.00	0.00	0.00	9,858.04	50.00	-626.00	436,179.65	785,018.38	32.196681	-103.5455
9,953.00	0.00	0.00	9,911.04	50.00	-626.00	436,179.65	785,018.38	32.196681	-103.5455
	TP @ 9953' M			E4 02	ege on	420 404 EC	705 040 00	22 400007	400 5455
10,000.00	4.70	0.03	9,957.99	51.93	-626.00	436,181.58	785,018.38	32.196687	-103.5455
10,100.00	14.70	0.03	10,056.44	68.76	-625.99	436,198.40	785,018.39	32.196733	-103.54550
10,200.00	24.70	0.03	10,150.46	102.42	-625.98	436,232.07	785,018.40	32.196825	-103.5455
10,300.00	34.70	0.03	10,237.22	151.91	-625.96	436,281.56	785,018.42	32.196961	-103.5455

TVD Reference:

North Reference:

MD Reference:

Database: Company: EDM r5000.141_Prod US

WCDSC Permian NM

Lea County (NAD83 New Mexico East)

Project: Site: Well:

Sec 23-T24S-R33E

Wellbore: Design:

Blue Krait 23-14 Fed 27H

Wellbore #1 Permit Plan 1 Local Co-ordinate Reference:

Well Blue Krait 23-14 Fed 27H

RKB @ 3582.10ft

RKB @ 3582.10ft

Grid Survey Calculation Method:

Minimum Curvature

nned Survey									
Measured Depth (ft)	Inclination	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
10,400.00	44.70	0.03	10,314.06	215.70	-625.93	436,345.35	785,018.45	32.197137	-103.545
10,500.00	54.70	0.03	10,378.66	291.87	-625.89	436,421.52	785,018.48	32.197346	-103.545
10,600.00	64.70	0.03	10,429.04	378.10	-625.86	436,507.75	785,018.52	32.197583	-103.545
10,700.00	74.70	0.03	10,463.69	471.77	-625.82	436,601.42	785,018.56	32.197841	-103.545
10,800.00	84.70	0.03	10,481.55	570.04	-625.77	436,699.69	785,018.61	32.198111	-103.545
10,853.00	90.00	0.03	10,484.00	622.96	-625.75	436,752.61	785,018.63	32.198256	-103.545
10,900.00	90.00	0.03	10,484.00	669.96	-625.73	436,799.61	785,018.65	32.198385	-103.545
11,000.00	90.00	0.03	10,484.00	769.96	-625.68	436,899.61	785,018.69	32.198660	-103.545
11,100.00	90.00	0.03	10,484.00	869.96	-625.64	436,999.61	785,018.74	32.198935	-103.545
11,200.00	90.00	0.03	10,484.00	969.96	-625.60	437,099.61	785,018.78	32.199210	-103.545
11,300.00	90.00	0.03	10,484.00	1,069.96	-625.55	437,199.61	785,018.83	32.199485	-103.545
11,400.00	90.00	0.03	10,484.00	1,169.96	-625.51	437,299.61	785,018.87	32.199760	-103.545
11,500.00	90.00	0.03	10,484.00	1,269.96	-625.47	437,399.61	785,018.91	32.200035	-103.545
11,600.00	90.00	0.03	10,484.00	1,369.96	-625.42	437,499.61	785,018.96	32.200309	-103.545
11,700.00	90.00	0.03	10,484.00	1,469.96	-625.38	437,599.61	785,019.00	32.200584	-103.545
11,800.00	90.00	0.03	10,484.00	1,569.96	-625.33	437,699.61	785,019.04	32.200859	-103.545
11,900.00	90.00	0.03	10,484.00	1,669.96	-625.29	437,799.61	785,019.09	32.201134	-103.545
12,000.00	90.00	0.03	10,484.00	1,769.96	-625.25	437,899.61	785,019.13	32.201409	-103.545
12,100.00	90.00	0.03	10,484.00	1,869.96	-625.20	437,999.61	785,019.18	32,201684	-103.545
12,200.00	90.00	0.03	10,484.00	1,969.96	-625.16	438,099.61	785,019.22	32.201959	-103.545
12,300.00	90.00	0.03	10,484.00	2,069.96	-625.12	438,199.61	785,019.26	32.202234	-103.545
12,400.00	90.00	0.03	10,484.00	2,169.96	-625.07	438,299.61	785,019.31	32.202508	-103.545
12,500.00	90.00	0.03	10,484.00	2,269.96	-625.03	438,399.61	785,019.35	32.202783	-103.545
12,600.00	90.00	0.03	10,484.00	2,369.96	-624.98	438,499.61	785,019.39	32.203058	-103.545
12,700.00	90.00	0.03	10,484.00	2,469.96	-624.94	438,599.61	785,019.44	32.203333	-103.545
12,800.00	90.00	0.03	10,484.00	2,569.96	-624.90	438,699.61	785,019.48	32.203608	-103.545
12,900.00	90.00	0.03	10,484.00	2,669.96	-624.85	438,799.61	785,019.53	32.203883	-103.545
13,000.00	90.00	0.03	10,484.00	2,769.96	-624.81	438,899.61	785,019.57	32.204158	-103.545
13,100.00	90.00	0.03	10,484.00	2,869.96	-624.77	438,999.61	785,019.61	32.204432	-103.545
13,200.00	90.00	0.03	10,484.00	2,969.96	-624.72	439,099.61	785,019.66	32.204707	-103.545
13,300.00	90.00	0.03	10,484.00	3,069.96	-624.68	439,199.61	785,019.70	32.204982	-103.545
13,400.00	90.00	0.03	10,484.00	3,169.96	-624.63	439,299.60	785,019.74	32.205257	-103.545
13,500.00	90.00	0.03	10,484.00	3,269.96	-624.59	439,399.60	785,019.79	32.205532	-103.545
13,600.00	90.00	0.03	10,484.00	3,369.96	-624.55	439,499.60	785,019.83	32.205807	-103.545
13,700.00	90.00	0.03	10,484.00	3,469.96	-624.50	439,599.60	785,019.88	32.206082	-103.545
13,800.00	90.00	0.03	10,484.00	3,569.96	-624.46	439,699.60	785,019.92	32.206356	-103.545
13,900.00	90.00	0.03	10,484.00	3,669.96	-624.42	439,799.60	785,019.96	32.206631	-103.545
14,000.00	90.00	0.03	10,484.00	3,769.96	-624.37	439,899.60	785,020.01	32.206906	-103.545
14,100.00	90.00	0.03	10,484.00	3,869.96	-624.33	439,999.60	785,020.05	32.207181	-103.545
14,200.00	90.00	0.03	10,484.00	3,969.96	-624.28	440,099.60	785,020.09	32.207456	-103.545
14,300.00	90.00	0.03	10,484.00	4,069.96	-624.24	440,199.60	785,020.14	32.207731	-103.545
14,400.00	90.00	0.03	10,484.00	4,169.96	-624.20	440,299.60	785,020.18	32.208006	-103.545
14,500.00	90.00	0.03	10,484.00	4,269.96	-624.15	440,399.60	785,020.23	32.208281	-103.545
14,600.00	90.00	0.03	10,484.00	4,369.96	-624.11	440,499.60	785,020.27	32.208555	-103.545
14,700.00	90.00	0.03	10,484.00	4,469.96	-624.07	440,599.60	785,020.31	32.208830	-103.545
14,800.00	90.00	0.03	10,484.00	4,569.96	-624.02	440,699.60	785,020.36	32.209105	-103.545
14,900.00	90.00	0.03	10,484.00	4,669.96	-623.98	440,799.60	785,020.40	32.209380	-103.545
15,000.00	90.00	0.03	10,484.00	4,769.96	-623.93	440,899.60	785,020.44	32.209655	-103.545
15,100.00	90.00	0.03	10,484.00	4,869.96	-623.89	440,999.60	785,020.49	32.209930	-103.545
15,200.00	90.00	0.03	10,484.00	4,969.96	-623.85	441,099.60	785,020.53	32.210205	-103.545
15,262.00	90.00	0.03	10,484.00	5,031.96	-623.82	441,161.60	785,020.56	32.210375	-103.545
	ction @ 1526								
15,300.00	90.00	0.03	10,484.00	5,069.96	-623.80	441,199.60	785,020.58	32.210479	-103.545
15,400.00	90.00	0.03	10,484.00	5,169.96	-623.76	441,299.60	785,020.62	32.210754	-103.545

Database: Company: EDM r5000.141_Prod US

WCDSC Permian NM

Project:

Lea County (NAD83 New Mexico East)

Site: Well: Sec 23-T24S-R33E

Wellbore: Design:

Blue Krait 23-14 Fed 27H

Wellbore #1 Permit Plan 1 Local Co-ordinate Reference: .

Survey Calculation Method:

TVD Reference: MD Reference: North Reference:

RKB @ 3582.10ft

RKB @ 3582.10ft

Well Blue Krait 23-14 Fed 27H

Grid

Minimum Curvature

Measured Depth (ft)	Inclination (°)	Azimuth	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
15,500.00	90.00	0.03	10,484.00	5,269.96	-623.72	441,399.60	785,020.66	32.211029	-103.545
15,600.00	90.00	0.03	10,484.00	5,369.96	-623.67	441,499.60	785,020.71	32.211304	-103.545
15,700.00	90.00	0.03	10,484.00	5,469.96	-623.63	441,599.60	785,020.75	32.211579	-103.545
15,800.00	90.00	0.03	10,484.00	5,569.96	-623.58	441,699.60	785,020.80	32.211854	-103.545
15,900.00	90.00	0.03	10,484.00	5,669.96	-623.54	441,799.60	785,020.84	32.212129	-103.545
16,000.00	90.00	0.03	10,484.00	5,769.96	-623.50	441,899.60	785,020.88	32.212403	-103.545
16,100.00	90.00	0.03	10,484.00	5,869.96	-623.45	441,999.60	785,020.93	32.212678	-103.545
16,200.00	90.00	0.03	10,484.00	5,969.96	-623.41	442,099.60	785,020.97	32.212953	-103.545
16,300.00	90.00	0.03	10,484.00	6,069.96	-623.36	442,199.60	785,021.01	32.213228	-103.545
16,400.00	90.00	0.03	10,484.00	6,169.96	-623.32	442,299.60	785,021.06	32.213503	-103.545
16,500.00	90.00	0.03	10,484.00	6,269.96	-623.28	442,399.60	785,021.10	32.213778	-103.545
16,600.00	90.00	0.03	10,484.00	6,369.96	-623.23	442,499.60	785,021.15	32.214053	-103.545
16,700.00	90.00	0.03	10,484.00	6,469.96	-623.19	442,599.60	785,021.19	32.214328	-103.545
16,800.00	90.00	0.03	10,484.00	6,569.96	-623.15	442,699.60	785,021.23	32.214602	-103.54
16,900.00	90.00	0.03	10,484.00	6,669.96	-623.10	442,799.60	785,021.28	32.214877	-103.54
17,000.00	90.00	0.03	10,484.00	6,769.96	-623.06	442,899.60	785,021.32	32.215152	-103.54
17,100.00	90.00	0.03	10,484.00	6,869.96	-623.01	442,999.60	785,021.36	32.215427	-103.54
17,200.00	90.00	0.03	10,484.00	6,969.96	-622.97	443,099.60	785,021.41	32.215702	-103,54
17,300.00	90.00	0.03	10,484.00	7,069.96	-622.93	443,199.60	785,021.45	32.215977	-103.54
17,400.00	90.00	0.03	10,484.00	7,169.96	-622.88	443,299,60	785,021.50	32.216252	-103.54
17,500.00	90.00	0.03	10,484.00	7,269.96	-622.84	443,399.60	785,021.54	32.216526	-103.54
17,600.00	90.00	0.03	10,484.00	7,369.96	-622.80	443,499.60	785,021.58	32.216801	-103.54
17,700.00	90.00	0.03	10,484.00	7,469.96	-622.75	443,599.60	785,021.63	32.217076	-103.54
17,800.00	90.00	0.03	10,484.00	7,569.96	-622.71	443,699.60	785,021.67	32.217351	-103.54
17,900.00	90.00	0.03	10,484.00	7,669.96	-622.66	443,799.60	785,021.71	32.217626	-103.54
18,000.00	90.00	0.03	10,484.00	7,769.96	-622.62	443,899.60	785,021.76	32.217901	-103.54
18,100.00	90.00	0.03	10,484.00	7,869.96	-622.58	443,999.60	785,021.80	32.218176	-103.54
18,200.00	90.00	0.03	10,484.00	7,969.96	-622.53	444,099.60	785,021.85	32.218450	-103.54
18,300.00	90.00	0.03	10,484.00	8,069.96	-622.49	444,199.59	785,021.89	32.218725	-103.54
18,400.00	90.00	0.03	10,484.00	8,169.96	-622.45	444,299.59	785,021.93	32.219000	-103.54
18,500.00	90.00	0.03	10,484.00	8,269.96	-622.40	444,399.59	785,021.98	32.219275	-103.54
18,600.00	90.00	0.03	10,484.00	8,369.96	-622.36	444,499.59	785,022.02	32.219550	-103.54
18,700.00	90.00	0.03	10,484.00	8,469.96	-622.31	444,599.59	785,022.06	32.219825	-103.54
18,800.00	90.00	0.03	10,484.00	8,569.96	-622.27	444,699.59	785,022.11	32.220100	-103.54
18,900.00	90.00	0.03	10,484.00	8,669.96	-622.23	444,799.59	785,022.15	32.220375	-103.54
19,000.00	90.00	0.03	10,484.00	8,769.96	-622.18	444,899.59	785,022.20	32.220649	-103.54
19,100.00	90.00	0.03	10,484.00	8,869.96	-622.14	444,999.59	785,022.24	32.220924	-103.54
19,200.00	90.00	0.03	10,484.00	8,969.96	-622.10	445,099.59	785,022.28	32.221199	-103.54
19,300.00	90.00	0.03	10,484.00	9,069.96	-622.05	445,199.59	785,022.33	32.221474	-103.54
19,400.00	90.00	0.03	10,484.00	9,169.96	-622.01	445,299.59	785,022.37	32.221749	-103.54
19,500.00	90.00	0.03	10,484.00	9,269.96	-621.96	445,399.59	785,022.41	32.222024	-103.54
19,600.00	90.00	0.03	10,484.00	9,369.96	-621.92	445,499.59	785,022.46	32.222299	-103.54
19,700.00	90.00	0.03	10,484.00	9,469.96	-621.88	445,599.59	785,022.50	32.222573	-103.54
19,800.00	90.00	0.03	10,484.00	9,569.96	-621.83	445,699.59	785,022.55	32.222848	-103.54
19,900.00	90.00	0.03	10,484.00	9,669.96	-621.79	445,799.59	785,022.59	32.223123	-103.54
20,000.00	90.00	0.03	10,484.00	9,769.96	-621.75	445,899.59	785,022.63	32.223398	-103.54
20,100.00	90.00	0.03	10,484.00	9,869.96	-621.70	445,999.59	785,022.68	32.223673	-103.54
20,200.00	90.00	0.03	10,484.00	9,969.96	-621.66	446,099.59	785,022.72	32.223948	-103.54
20,300.00	90.00	0.03	10,484.00	10,069.96	-621.61	446,199.59	785,022.76	32.224223	-103.54
20,400.00	90.00	0.03	10,484.00	10,069.96	-621.57	446,299.59	785,022.81	32.224497	-103.54
20,431.54	90.00	0.03	10,484.00	10,109.50	-621.56	446,331.13	785,022.82	32.224584	-103.545
				10,201.00	-021.00	 0,551.15	100,022.02	02.227007	-100.040
LIP @ 20	0432' MD, 100'	* PNL, 1965' [-MT						

Database:

EDM r5000.141_Prod US

Local Co-ordinate Reference:

Well Blue Krait 23-14 Fed 27H

Company:

WCDSC Permian NM

TVD Reference: MD Reference:

RKB @ 3582.10ft

Project: Site:

Lea County (NAD83 New Mexico East)

RKB @ 3582.10ft

Well:

Sec 23-T24S-R33E

North Reference:

Grid

Wellbore:

Blue Krait 23-14 Fed 27H

Survey Calculation Method:

Minimum Curvature

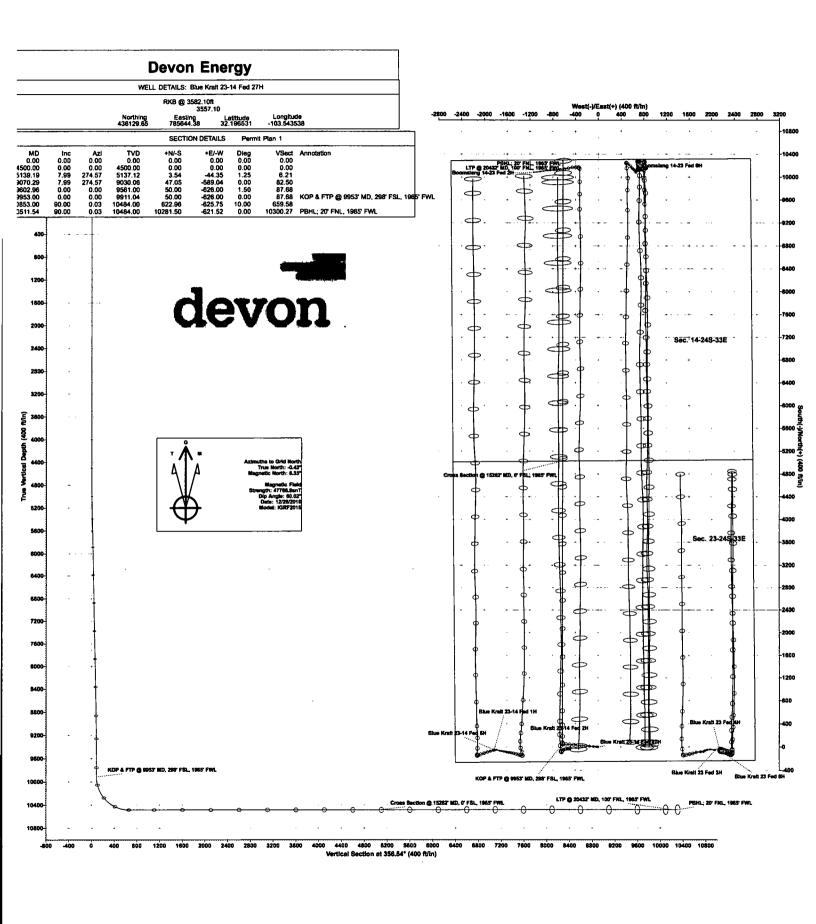
Design:

Wellbore #1 Permit Plan 1

lanned Survey						w w			
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/- W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
20,511.53	90.00	0.03	10,484.00	10,281.49	-621.52	446,411.12	785,022.86	32.224804	-103.545304
PBHL; 20)' FNL, 1965' I	FWL	-	-				W. F.	
20,511.54	90.00	0.03	10,484.00	10,281.50	-621.52	446,411.13	785,022.86	32.224804	-103.545304

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL - Blue Krait 23-14 - plan misses target - Point	0.00 center by 1030	0.00 00.27ft at 0.0	0.00 Oft MD (0.00	10,281.50 0 TVD, 0.00 N	-621.52 , 0.00 E)	446,411.13	785,022.86	32.224804	-103.545304

Plan Annotations						
Mea	sured	Vertical	Local Coor	dinates		
De	epth	Depth	+N/-S	+E/-W		
((ft)	(ft)	(ft)	(ft)	Comment	
9	,953.00	9,911.04	50.00	-626.00	KOP & FTP @ 9953' MD, 298' FSL, 1965' FWL	
15	,262.00	10,484.00	5,031.96	-623.82	Cross Section @ 15262' MD, 0' FSL, 1965' FWL	
20	,431.54	10,484.00	10,201.50	-621.56	LTP @ 20432' MD, 100' FNL, 1965' FWL	
20	,511.53	10,484.00	10,281.49	-621.52	PBHL; 20' FNL, 1965' FWL	



1. Geologic Formations

TVD of target	10484	Pilot hole depth	N/A
MD at TD:	20511	Deepest expected fresh water:	

Basin

Formation	Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?	Hazards*
Rustler	1101		
Top of Salt	1622		
Base of Salt	5048		
Delaware	5267		
Lower Brushy Canyon	9010		
1st BSPG Lime	9196		
Leonard A	9274		
Leonard B	9617		
Leonard C	9895		
1st BSPG Sand	10200		
2nd BSPG Lime	10447		
2nd BSPG Sand	10860		
2BSSS Target Top	11127		
2BSSS Target Base	11211		
3rd BSPG Lime	11360		
3BSSS	11940		
WLFMP	12350		
WLFMP 100	12505		
WLFMP 120	12640		
WLFMP 120	12640		

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

2. Casing Program

Hole Size	Casing Interv		Csg. Size	Weight	Grade	Conn.
Hole Size	From	To	Csg. Size	(PPF)	Grade	Conn.
17.5"	0	1350	13.375"	48	H-40	STC
12.25"	0	5317	9.625"	40	J-55	LTC
8.75"	0	TD	5.5"	17	P-110	BTC
BLM Minimum Safety Factor				Collapse: 1.125	Burst: 1.00	Tension: 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
- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed.
- Variance is requested for collapse rating on intermediate casing. Operator will keep pipe full while running casing. No losses are expected in subsequent hole section.
- Int casing shoe will be selected based on drilling data, gamma, and flows experienced while drilling. Setting depth with be revised accordingly if needed.
- A variance is requested to wave the centralizer requirement for the intermediate and production casing strings if drilling conditions dictate

	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.	
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?	1
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

3. Cementing Program (3-String Primary Design)

Casing	# Sks	тос	Wt. (lb/gal)	H ₂ 0 (gal/sk)	Yld (ft3/sack)	Slurry Description
Surface	1410	Surf	13.2	6.33	1.33	Lead: Class C Cement + additives
T4	784	Surf	9	20.6	1.94	Lead: Class C Cement + additives
Int	196	500' above shoe	13.2	6.42	1.33	Tail: Class H / C + additives
Braduation	737	500' tieback	9	20.6	1.94	Lead: Class H / C + additives
Production	2017	КОР	13.2	5.31	1.33	Tail: Class H / C + additives

If a DV tool is ran the depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. Slurry weights will be adjusted based on estimated fracture gradient of the formation. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. If cement is not returned to surface during the primary cement job on the surface casing string, a planned top job will be conducted immediately after completion of the primary job.

Casing String	%	TOC
L	Excess	
Surface	100%	0'
Intermediate	50%	0'
Production	10%	200' Tie-Back to intermediate

4. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре		~	Tested to:
			Anı	nular	х	50% of rated working pressure
Tue 1	13-5/8"	3M	Blind	l Ram		
Int 1			Pipe	Ram		3M
			Doub	le Ram	X	5101
			Other*			
			Anr	nular	x	50% of rated working pressure
		5M	Blind Ram			
Production	13-5/8"		Pipe Ram			
			Double Ram		X	5M
			Other *			

5. Mud Program

Interval	Туре	Weight (ppg)	Vis	Water Loss
Surface	FW	8.5 – 9.0	28-34	N/C
Intermediate	Brine	10 – 10.5	28-34	N/C
Production	WBM	8.5 – 9.0	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 of fluid?	PVT/Pason/Visual Monitoring

6. Logging and Testing Procedures

Logg	Logging, Coring and Testing.					
X	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					

Addi	tional logs planned	Interval
	Resistivity	
	Density	
X	CBL	Production casing
X	Mud log	KOP to TD

7. Drilling Conditions

Condition Specify what type and where?			
BH Pressure at deepest TVD	4907 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? Potentially

- 1. If operator elects, drilling rig will batch drill the surface holes and run/cement surface casing; walking the rig to next wells on the pad.
- 2. The drilling rig will then batch drill the intermediate sections and run/cement intermediate casing; the wellbore will be isolated with a blind flange and pressure gauge installed for monitoring the well before walking to the next well.
- 3. The drilling rig will then batch drill the production hole sections on the wells with OBM, run/cement production casing, and install TA caps or tubing heads for completions.

NOTE: During batch operations the drilling rig will be moved from well to well however, it will not be removed from the pad until all wells have production casing run/cemented.

Will be pre-setting casing? Potentially

- 1. Spudder rig will move in and drill surface hole.
 - a. Rig will utilize fresh water based mud to drill surface hole to TD. Solids control will be handled entirely on a closed loop basis.
- 2. After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
- 3. The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.
- 4. A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead.
- 5. Spudder rig operations is expected to take 4-5 days per well on a multi well pad.
- 6. The NMOCD will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 7. Drilling operations will be performed with the drilling rig. At that time an approved BOP stack will be nippled up and tested on the wellhead before drilling operations commences on each well.
 - a. The NMOCD will be contacted / notified 24 hours before the drilling rig moves back on to the pad with the pre-set surface casing.

Att	achments
<u>x</u>	Directional Plan
	Other, describe

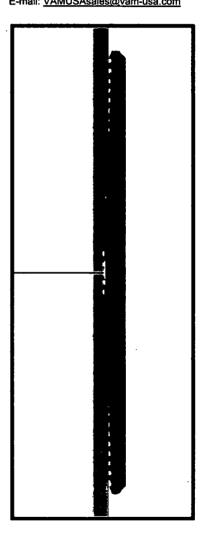
Technical Specifications

Connection Type:	Size(O.D.):	Weight (Wall):	Grade:					
DWC/C Casing	5-1/2 in	17.00 lb/ft (0.304 in)	P-110RY					
standard								

	Material
P-110RY	Grade
110,000	Minimum Yield Strength (psi)
125,000	Minimum Ultimate Strength (psi)
	Pipe Dimensions
5.500	Nominal Pipe Body O.D. (in)
4.892	Nominal Pipe Body I.D.(in)
0.304	Nominal Wall Thickness (in)
17.00	Nominal Weight (lbs/ft)
16.89	Plain End Weight (lbs/ft)
4.962	Nominal Pipe Body Area (sq in)
	Pipe Body Performance Properties
546,000	Minimum Pipe Body Yield Strength (lbs)
7,480	Minimum Collapse Pressure (psi)
10,640	Minimum Internal Yield Pressure (psi)
9,700	Hydrostatic Test Pressure (psi)
	Connection Dimensions
6.050	Connection O.D. (in)
4.892	Connection I.D. (in)
4.767	Connection Drift Diameter (in)
4.13	Make-up Loss (in)
4.962	Critical Area (sq in)
100.0	Joint Efficiency (%)
	Connection Performance Properties
546,000	Joint Strength (lbs)
22,940	Reference String Length (ft) 1.4 Design Factor
568,000	API Joint Strength (lbs)
546,000	Compression Rating (lbs)
7,480	API Collapse Pressure Rating (psi)
10,640	API Internal Pressure Resistance (psi)
91.7	Maximum Uniaxial Bend Rating [degrees/100 ft]
	Appoximated Field End Torque Values
12,000	Minimum Final Torque (ft-lbs)
13,800	Maximum Final Torque (ft-lbs)
15,500	Connection Yield Torque (ft-lbs)



VAM-USA
4424 W. Sam Houston Pkwy. Suite 150
Houston, TX 77041
Phone: 713-479-3200
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E-mail: VAMUSAsales@vam-usa.com



For detailed information on performance properties, refer to DWC Connection Data Notes on following page(s).

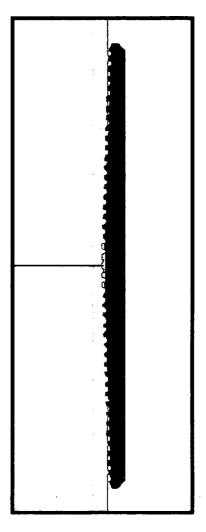
Connection specifications within the control of VAM-USA were correct as of the date printed. Specifications are subject to change without notice. Certain connection specifications are dependent on the mechanical properties of the pipe. Mechanical properties of mill proprietary pipe grades were obtained from mill publications and are subject to change. Properties of mill proprietary grades should be confirmed with the mill. Users are advised to obtain current connection specifications and verify pipe mechanical properties for each application.

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DWC Connection Data Notes:

- 1. DWC connections are available with a seal ring (SR) option.
- All standard DWC/C connections are interchangeable for a give pipe OD. DWC connections are interchangeable with DWC/C-SR connections of the same OD and wall.
- 3. Connection performance properties are based on nominal pipe body and connection dimensions.
- 4. DWC connection internal and external pressure resistance is calculated using the API rating for buttress connections. API Internal pressure resistance is calculated from formulas 31, 32, and 35 in the API Bulletin 5C3.
- 5. DWC joint strength is the minimum pipe body yield strength multiplied by the connection critical area.
- 6. API joint strength is for reference only. It is calculated from formulas 42 and 43 in the API Bulletin 5C3.
- 7. Bending efficiency is equal to the compression efficiency.
- 8. The torque values listed are recommended. The actual torque required may be affected by field conditions such as temperature, thread compound, speed of make-up, weather conditions, etc.
- 9. Connection yield torque is not to be exceeded.
- 10. Reference string length is calculated by dividing the joint strength by both the nominal weight in air and a design factor (DF) of 1.4. These values are offered for reference only and do not include load factors such as bending, buoyancy, temperature, load dynamics, etc.
- DWC connections will accommodate API standard drift diameters.





Connection specifications within the control of VAM-USA were correct as of the date printed. Specifications are subject to change without notice. Certain connection specifications are dependent on the mechanical properties of the pipe. Mechanical properties of mill proprietary pipe grades were obtained from mill publications and are subject to change. Properties of mill proprietary grades should be confirmed with the mill. Users are advised to obtain current connection specifications and verify pipe mechanical properties for each application.

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Devon Energy APD VARIANCE DATA

OPERATOR NAME: Devon Energy

1. SUMMARY OF Variance:

Devon Energy respectfully requests approval for the following additions to the drilling plan:

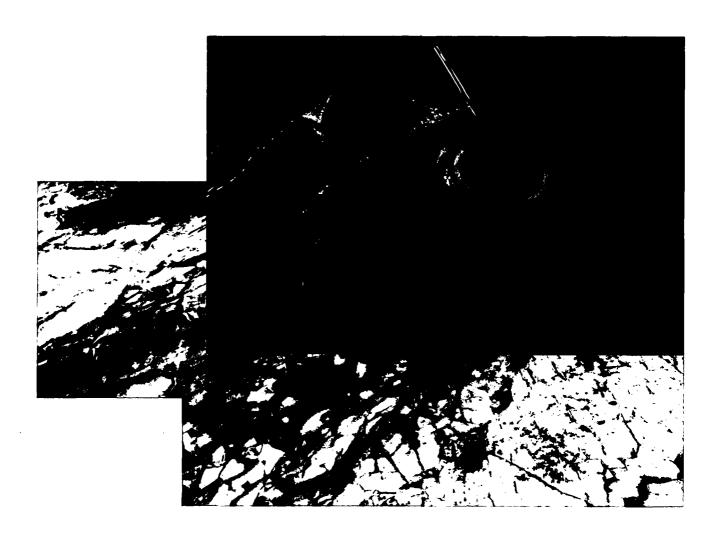
1. Potential utilization of a spudder rig to pre-set surface casing.

2. Description of Operations

- 1. A spudder rig contractor may move in their rig to drill the surface hole section and pre-set surface casing on this well.
 - a. After drilling the surface hole section, the rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
 - **b.** Rig will utilize fresh water based mud to drill surface hole to TD.
- 2. The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.
- 3. A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with needle valves installed on two wingvalves.
 - a. A means for intervention will be maintained while the drilling rig is not over the well.
- 4. The BLM will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 5. Drilling operation will be performed with the big rig. At that time an approved BOP stack will be nippled up and tested on the wellhead before drilling operations commences on each well.
 - a. The BLM will be contacted / notified 24 hours before the big rig moves back on to the pad with the pre-set surface casing.
- **6.** Devon Energy will have supervision on the rig to ensure compliance with all BLM and NMOCD regulations and to oversee operations.
- 7. Once the rig is removed, Devon Energy will secure the wellhead area by placing a guard rail around the cellar area.



Commitment Runs Deep



Design Plan
Operation and Maintenance Plan
Closure Plan

SENM - Closed Loop Systems June 2010

I. Design Plan

Devon uses MI SWACO closed loop system (CLS). The MI SWACO CLS is designed to maintain drill solids at or below 5%. The equipment is arranged to progressively remove solids from the largest to the smallest size. Drilling fluids can thus be reused and savings is realized on mud and disposal costs. Dewatering may be required with the centrifuges to insure removal of ultra fine solids.

The drilling location is constructed to allow storm water to flow to a central sump normally the cellar. This insures no contamination leaves the drilling pad in the event of a spill. Storm water is reused in the mud system or stored in a reserve fluid tank farm until it can be reused. All lubricants, oils, or chemicals are removed immediately from the ground to prevent the contamination of storm water. An oil trap is normally installed on the sump if an oil spill occurs during a storm.

A tank farm is utilized to store drilling fluids including fresh water and brine fluids. The tank farm is constructed on a 20 ml plastic lined, bermed pad to prevent the contamination of the drilling site during a spill. Fluids from other sites may be stored in these tanks for processing by the solids control equipment and reused in the mud system. At the end of the well the fluids are transported from the tank farm to an adjoining well or to the next well for the rig.

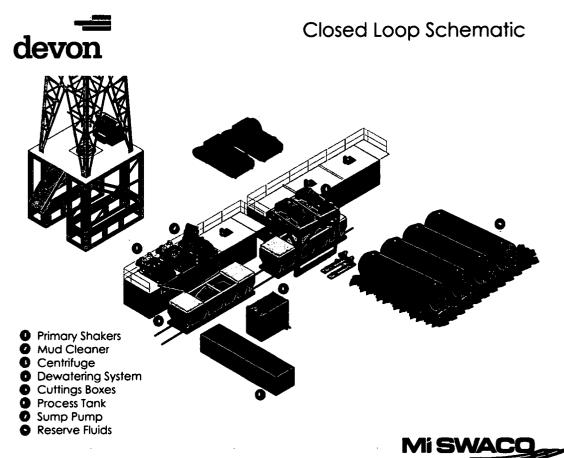
Prior to installing a closed-loop system on site, the topsoil, if present, will be stripped and stockpiled for use as the final cover or fill at the time of closure.

Signs will be posted on the fence surrounding the closed-loop system unless the closed-loop system is located on a site where there is an existing well, that is operated by Devon.

II. Operations and Maintenance Plan

Primary Shakers: The primary shakers make the first removal of drill solids from the drilling mud as it leaves the well bore. The shakers are sized to handle maximum drilling rate at optimal screen size. The shakers normally remove solids down to 74 microns.

Mud Cleaner: The Mud Cleaner cleans the fluid after it leaves the shakers. A set of hydrocyclones are sized to handle 1.25 to 1.5 times the maximum circulating rate. This ensures all the fluid is being processed to an average cut point of 25 microns. The wet discharged is dewatered on a shaker equipped with ultra fine mesh screens and generally cut at 40 microns.



Centrifuges: The centrifuges can be one or two in number depending on the well geometry or depth of well. The centrifuges are sized to maintain low gravity solids at 5% or below. They may or may not need a dewatering system to enhance the removal rates. The centrifuges can make a cut point of 8-10 microns depending on bowl speed, feed rate, solids loading and other factors.

The centrifuge system is designed to work on the active system and be flexible to process incoming fluids from other locations. This set-up is also dependant on well factors.

Dewatering System: The dewatering system is a chemical mixing and dosing system designed to enhance the solids removal of the centrifuge. Not commonly used in shallow wells. It may contain pH adjustment, coagulant mixing and dosing, and polymer mixing and dosing. Chemical flocculation binds ultra fine solids into a mass that is within the centrifuge operating design. The

dewatering system improves the centrifuge cut point to infinity or allows for the return of clear water or brine fluid. This ability allows for the ultimate control of low gravity solids.

Cuttings Boxes: Cuttings boxes are utilized to capture drill solids that are discarded from the solids control equipment. These boxes are set upon a rail system that allows for the removal and replacement of a full box of cuttings with an empty one. They are equipped with a cover that insures no product is spilled into the environment during the transportation phase.

Process Tank: (Optional) The process tank allows for the holding and process of fluids that are being transferred into the mud system. Additionally, during times of lost circulation the process tank may hold active fluids that are removed for additional treatment. It can further be used as a mixing tank during well control conditions.

Sump and Sump Pump: The sump is used to collect storm water and the pump is used to transfer this fluid to the active system or to the tank for to hold in reserve. It can also be used to collect fluids that may escape during spills. The location contains drainage ditches that allow the location fluids to drain to the sump.

Reserve Fluids (Tank Farm): A series of frac tanks are used to replace the reserve pit. These are steel tanks that are equipped with a manifold system and a transfer pump. These tanks can contain any number of fluids used during the drilling process. These can include fresh water, cut brine, and saturated salt fluid. The fluid can be from the active well or reclaimed fluid from other locations. A 20 ml liner and berm system is employed to ensure the fluids do not migrate to the environment during a spill.

If a leak develops, the appropriate division district office will be notified within 48 hours of the discovery and the leak will be addressed. Spill prevention is accomplished by maintaining pump packing, hoses, and pipe fittings to insure no leaks are occurring. During an upset condition the source of the spill is isolated and repaired as soon as it is discovered. Free liquid is removed by a diaphragm pump and returned to the mud system. Loose topsoil may be used to stabilize the spill and the contaminated soil is excavated and placed in the cuttings boxes. After the well is finished and the rig has moved, the entire location is scrapped and testing will be performed to determine if a release has occurred.

All trash is kept in a wire mesh enclosure and removed to an approved landfill when full. All spent motor oils are kept in separate containers and they are removed and sent to an approved recycling center. Any spilled lubricants, pipe

dope, or regulated chemicals are removed from soil and sent to landfills approved for these products.

These operations are monitored by Mi Swaco service technicians. Daily logs are maintained to ensure optimal equipment operation and maintenance. Screen and chemical use is logged to maintain inventory control. Fluid properties are monitored and recorded and drilling mud volumes are accounted for in the mud storage farm. This data is kept for end of well review to insure performance goals are met. Lessons learned are logged and used to help with continuous improvement.

A MI SWACO field supervisor manages from 3-5 wells. They are responsible for training personnel, supervising installations, and inspecting sites for compliance of MI SWACO safety and operational policy.

III. Closure Plan

A maximum 340' X 340' caliche pad is built per well. All of the trucks and steel tanks fit on this pad. All fluid cuttings go to the steel tanks to be hauled by various trucking companies to an agency approved disposal.

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 5000 (5M) psi.

- Wellhead will be installed by wellhead 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 company 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 surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 5M will be installed on the wellhead system and will undergo a 250 psi low pressure test followed by a 5,000 psi high pressure test. The 5,000 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 intermediate casing with a mandrel hanger, the 13-5/8" BOP/BOPE system with a minimum rating of 5M 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 5,000 psi WP.

Devon's proposed wellhead manufactures will be FMC Technologies, Cactus Wellhead, or Cameron.



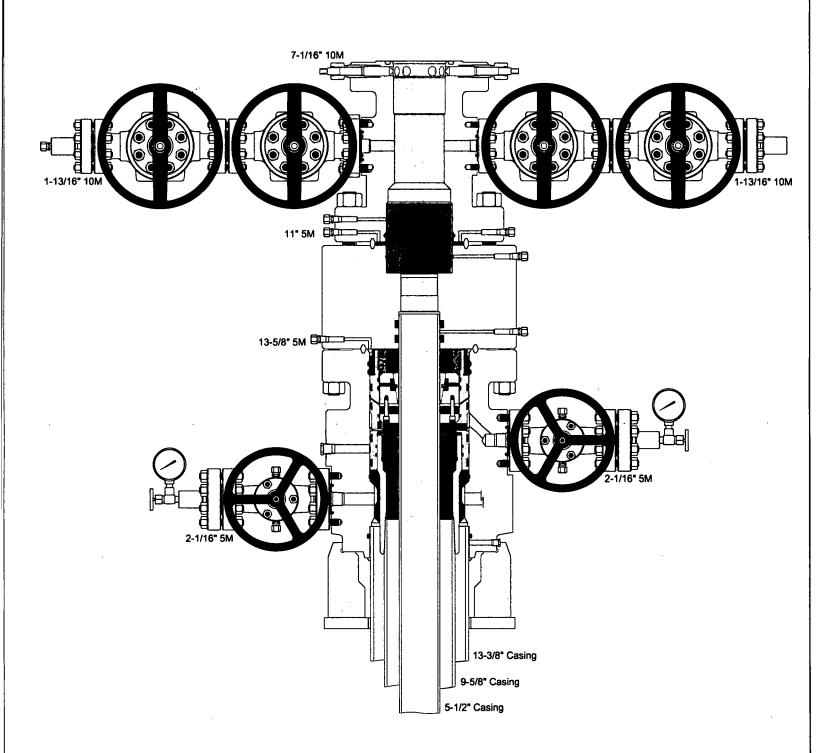
U. S. Steel Tubular Products 13.375" 48.00lbs/ft (0.330" Wall) H40

MEGHANICAL PROPERTIES	Pipo	BIG	PLG.	STC	
Minimum Yield Strength	40,000	_			psi
Maximum Yield Strength	80,000	_		_	psi
Minimum Tensile Strength	60,000	-	-		psi
DIMERSIONS	Rp	eig.	T <u>ic</u>	STC	
Outside Diameter	13.375	_		14.375	in.
Wall Thickness	0.330	-	-		in.
Inside Diameter	12.715	_		12.715	in.
Standard Drift	12.559	12.559	_	12.559	in.
Alternate Drift	-		-		in.
Nominal Linear Weight, T&C	48.00		-	-	lbs/ft
Plain End Weight	46.02	_	-		lbs/ft
PERFORMANCE	Plpo	BTC	LIG	STC	
Minimum Collapse Pressure	740	740		740	psi
Minimum Internal Yield Pressure	1,730	1,730		1,730	psi
Minimum Pipe Body Yield Strength	541	_	-		1,000 lbs
Joint Strength			_	322	1,000 lbs
Reference Length	-	_	-	4,473	ft
MAXIBUP DATA	A	ETG	LIG	Sīc	
Make-Up Loss			_	3.50	in.
Minimum Make-Up Torque	-	_		2,420	ft-lbs
Maximum Make-Up Torque	_		_	4.030	ft-lbs

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U. S. Steel Tubular Products 460 Wildwood Forest Drive, Suite 300S Spring, Texas 77380 1-877-893-9461 connections@uss.com www.usstubular.com





U. S. Steel Tubular Products 9.625" 40.00lbs/ft (0.395" Wall) J55

MECHANICAL PROPERTIES	Pipe	BTC	LTC	STC	
Minimum Yield Strength	55,000	-			psi
Maximum Yield Strength	80,000				psi
Minimum Tensile Strength	75,000	-	-	-	psi
DIMENSIONS	Pipe	втс	LTC	STC	
Outside Diameter	9.625	10.625	10.625	10.625	in.
Wall Thickness	0.395		-		in.
Inside Diameter	8.835	8.835	8.835	8.835	in.
Standard Drift	8.679	8.679	8.679	8.679	in.
Alternate Drift	8.750	8.750	8.750	8.750	in.
Nominal Linear Weight, T&C	40.00	-	-		lbs/ft
Plain End Weight	38.97				lbs/ft
PERFORMANCE	Pipe	втс	LTC	STC	
Minimum Collapse Pressure	2,570	2,570	2,570	2,570	psi
Minimum Internal Yield Pressure	3,950	3,950	3,950	3,950	psi
Minimum Pipe Body Yield Strength	630	-	_		1,000 lbs
Joint Strength	_	714	520	452	1,000 lbs
Reference Length		11,898	8,665	7,529	ft
MAKE-UP DATA	Pipe	BTC	LTC	STC	-
Make-Up Loss		4.81	4.75	3.38	in.
Minimum Make-Up Torque		-	3,900	3,390	ft-lbs
Maximum Make-Up Torque	_	_	6,500	5,650	ft-lbs

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The second secon



Fluid Technology

ContiTech Beattie Corp. Website: www.contitechbeattie.com

Monday, June 14, 2010

RE:

Drilling & Production Hoses Lifting & Safety Equipment

To Helmerich & Payne,

A Continental ContiTech hose assembly can perform as intended and suitable for the application regardless of whether the hose is secured or unsecured in its configuration. As a manufacturer of High Pressure Hose Assemblies for use in Drilling & Production, we do offer the corresponding lifting and safety equipment, this has the added benefit of easing the lifting and handling of each hose assembly whilst affording hose longevity by ensuring correct handling methods and procedures as well as securing the hose in the unlikely event of a failure; but in no way does the lifting and safety equipment affect the performance of the hoses providing the hoses have been handled and installed correctly it is good practice to use lifting & safety equipment but not mandatory

Should you have any questions or require any additional Information/darifications then please do not hesitate to contact us.

ContiTech Beattie is part of the Continental AG Corporation and can offer the full support resources associated with a global organization.

Best regards,

Robin Hodgson Sales Manager ContiTech Beattie Corp

ContiTech Beattle Corp, 11535 Brittmoore Park Drive, Houston, TX 77041 Phone: +1 (832) 327-0141 Fax: +1 (832) 327-0148 www.contilechbeattle.com



R16 212

PHOENIX

QUALITY DOCUMENT

PHOENIX RUBBER INDUSTRIAL LTD.

6728 Szeged, Budspesti út 10. Hungary • H-6701 Szeged, P. O. Box 152 hone: (3662) 566-787 • Fax: (3662) 566-738 SALES & MARKETBNG: H-1092 Budapest, Réday u. 42-44. Hungary • H-1440 Budapest, P. O. Box 28 Fhone: (381) 456-4200 • Fax: (381) 217-2972, 458-4273 • www.taurusemerge.hu

QUAL INSPECTION	ITY CONTR		TE	CERT. N	jo;	552		
PURCHASER:	tie Co.	P.O. Nº 1519FA-871						
PHOENIX RUBBER order No.	170466	HOSE TYPE:	HOSE TYPE: 3" ID Choke and Kill Hose					
HOSE SERIAL Nº	34128	NOMINAL / ACT	UAL LENGTH:	·	11,43 m			
W.P. 68,96 MPa 10	0000 psi	T.P. 103,4	MPa 1500	O psi	Duration:	60	min.	
Pressure test with water at ambient temperature		•			· · · · · · · · · · · · · · · · · · ·	•		
,	See atta	achment. (1 p	age)		•		3.4	
· .				· .			1. G.	
↑ 10 mm = 10 Min. → 10 mm = 25 MPa	<u> / /</u>					·	. برويه .	
Туре		COUPLIN Serial Nº		Quality		Heat N°		
3" coupling with 4 1/16" Flange end	72	- : - : -	A	ISI 4130		C7626 47357		
				:				
All metal parts are flawless			API Spec 16 Temperatur		3"	· • · · · · · · · · · · · · · · · · · ·		
WE CERTIFY THAT THE ABOVE PRESSURE TESTED AS ABOVE			D IN ACCORDA	NCE WITH	THE TERMS C	OF THE ORDE	R AND	
Date: 29. April. 2002.	Inspector		Quality Control 3a	HOE LOSE	NIX RUBI lustrial Ltd. Inspection s		· ·	

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VERIFIED TRUE CO.
PHOENIX RUBBER & C.



APD ID: 10400038434

Well Type: OIL WELL

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Submission Date: 01/28/2019

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

•

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Well Work Type: Drill



Show Final Text

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

BLUE_KRAIT_23_14_FED_27H_ACCESS_RD_20190124132952.pdf

Existing Road Purpose: ACCESS,FLUID TRANSPORT

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? YES

Existing Road Improvement Description: Improve road to accommodate Drilling and Completion operations.

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

BLUE_KRAIT_23_WP_6_20190124133154.PDF

New road type: LOCAL

Length: 601

Feet

Width (ft.): 30

Max slope (%): 6

Max grade (%): 4

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: Water Drainage Ditch

New road access plan or profile prepared? YES

New road access plan attachment:

New_Access_Rd_Doc_20190124134450.pdf

Access road engineering design? YES

Well Name: BLUE KRAIT 23-14 FED Well Number: 27H

Access road engineering design attachment:

New_Access_Rd_Doc_20190124134757.pdf

Turnout? N

Access surfacing type: NONE

Access topsoil source: ONSITE

Access surfacing type description: caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: See attached Interim reclamation diagram.

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: Water Drainage Ditch

Road Drainage Control Structures (DCS) description: N/A

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

OneMileBuffer_20190124134829.pdf

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: CONNECTS TO PREVIOUSLY APPROVED BLUE KRAIT 23 CTB 1. 3 ATTACHMENTS - WELLPAD PLAT, FLOWLINE PLAT, WELLPAD ELECTRIC PLAT. CONNECTS HANDLED BY THIRD PARTY Production Facilities map:

BLUE_KRAIT_23_WP_6_ELE_20190124134916.pdf
BLUE_KRAIT_23_WP_6_20190124134918.PDF
BLUE_KRAIT_23_WP_6_TO_CTB_1_FL_20190124134919.pdf

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Section 5 - Location and Types of Water Supply

Water Source Table

Water source type: RECYCLED

Water source use type:

STIMULATION

Source latitude:

Source longitude:

Source datum:

Water source permit type:

OTHER

Water source transport method:

PIPELINE

Source land ownership: FEDERAL

Source transportation land ownership: FEDERAL

Water source volume (barrels): 230000

Source volume (acre-feet): 29.645412

Source volume (gal): 9660000

Water source and transportation map:

BLUE KRAIT 23 14 FED 27H 28H 29H Water Map 20190124135406.PDF

Water source comments: The attached Water Transfer Map is a proposal only and the final route and documentation will be provided by a Devon contractor prior to installation. When available Devon will always follow existing disturbance.

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Well Name: BLUE KRAIT 23-14 FED Well Number: 27H

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Using any construction materials: YES

Construction Materials description: Dirt fill and caliche will be used to construct well pad. See attached map.

Construction Materials source location attachment:

Blue Krait 23 WP 6 Caliche Map 20190128081755.pdf

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Water Based and Oil Based Cuttings

Amount of waste: 1769 barrels

Waste disposal frequency: Daily Safe containment description: N/A

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: All cuttings will disposed of at R360, Sundance, or equivalent.

Waste type: COMPLETIONS/STIMULATION

Waste content description: Flow back water during completion operations.

barrels

Amount of waste: 3000

Waste disposal frequency : One Time Only

Safe containment description: N/A

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: Various disposal locations in Lea and Eddy counties.

Waste type: FLOWBACK

Waste content description: Average produced BWPD over the flowback period (first 30 days of production).

Amount of waste: 6900 barrels

Waste disposal frequency: Daily

Well Name: BLUE KRAIT 23-14 FED Well Number: 27H

Safe containment description: N/A

Safe containmant attachment:

Waste disposal type: OFF-LEASE INJECTION Disposal location ownership: COMMERCIAL

Disposal type description:

Disposal location description: Produced water will primarily be disposed of at commercial disposals connected to the

Devon water system.

Waste type: PRODUCED WATER

Waste content description: Average produced BWPD over the first year of production.

Amount of waste: 2500

barrels

Waste disposal frequency : Daily

Safe containment description: N/A

Safe containment attachment:

Waste disposal type: OFF-LEASE INJECTION

Disposal location ownership: COMMERCIAL

Disposal type description:

Disposal location description: Produced water will primarily be disposed of at commercial disposals connected to the

Devon water system.

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? NO

Description of cuttings location

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

Well Number: 27H Well Name: BLUE KRAIT 23-14 FED

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

Blue_Krait_23_14_Fed_27H_Well_Layout_20190124135449.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: BLUE KRAIT 23 FED WELLPAD

Multiple Well Pad Number: 6

Recontouring attachment:

BLUE_KRAIT_23_14_FED_27H_INTERIM_RECL_20190124135503.pdf

Drainage/Erosion control construction: All areas disturbed shall be reclaimed as early and as nearly as practicable to their original condition or their final land use and shall be maintained to control dust and minimize erosion to the extent practicable. Drainage/Erosion control reclamation: Topsoils and subsoils shall be replaced to their original relative positions and contoured so as to achieve erosion control, long-term stability and preservation of surface water flow patterns. The disturbed area then shall be reseeded in the first favorable growing season.

Well pad proposed disturbance

(acres): 4.132

Road proposed disturbance (acres):

0.101

Powerline proposed disturbance

(acres): 0.071

Pipeline proposed disturbance

(acres): 0.608

Other proposed disturbance (acres): 0

Total proposed disturbance: 4.912

Well pad interim reclamation (acres):

Road interim reclamation (acres): 0

Powerline interim reclamation (acres): Powerline long term disturbance

Pipeline interim reclamation (acres): 0

Other interim reclamation (acres): 0

Total interim reclamation: 2.515

Well pad long term disturbance

(acres): 1.617

Road long term disturbance (acres):

(acres): 0.071

Pipeline long term disturbance

(acres): 0.608

Other long term disturbance (acres): 0

Total long term disturbance: 2.397

Disturbance Comments:

Reconstruction method: Operator will use Best Management Practices"BMP" to mechanically recontour to obtain the desired outcome.

Well Name: BLUE KRAIT 23-14 FED Well Number: 27H

Topsoil redistribution: Topsoils shall be replaced to their original relative positions and contoured so as to achieve erosion control, long-term stability and preservation of surface water flow patterns.

Soil treatment: Topsoils shall be replaced to their original relative positions and contoured so as to achieve erosion control, long-term stability and preservation of surface water flow patterns.

Existing Vegetation at the well pad: Shinnery, yucca, grasses and mesquite.

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Shinnery, yucca, grasses and mesquite.

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: Shinnery, yucca, grasses and mesquite.

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: Shinnery, yucca, grasses and mesquite.

Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed type:

Seed source:

Seed name:

Source name:

Source address:

Source phone:

Seed cultivar:

Seed use location:

PLS pounds per acre:

Proposed seeding season:

Well Name: BLUE KRAIT 23-14 FED Well Number: 27H

Seed Summary

Total pounds/Acre:

Seed Type

Pounds/Acre

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: Blake

Last Name: Richardson

Phone: (405)552-6556

Email: blake.richardson@dvn.com

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: Maintain weeds on an as need basis.

Weed treatment plan attachment:

Monitoring plan description: Monitor as needed.

Monitoring plan attachment:

Success standards: N/A

Pit closure description: N/A

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: NEW ACCESS ROAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT, PRIVATE OWNERSHIP

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:				
USFWS Local Office:				
Other Local Office:				
USFS Region:				
USFS Forest/Grassland:	USFS Ranger District:			
Disturbance type: EXISTING ACCESS ROAD				
Describe:				
Surface Owner: BUREAU OF LAND MANAGEMENT,PRIV	ATE OWNERSHIP			
Other surface owner description:				
BIA Local Office:				
BOR Local Office:				
COE Local Office:				
DOD Local Office:				
NPS Local Office:				
State Local Office:				
Military Local Office:				
USFWS Local Office:				
Other Local Office:				
USFS Region:				
USFS Forest/Grassland:	USFS Ranger District:			
District and DIDELINE				
Disturbance type: PIPELINE				
Describe:	ATE OWNERS UP			
Surface Owner: BUREAU OF LAND MANAGEMENT, PRIVATE OWNERSHIP				
Other surface owner description: BIA Local Office:				
BOR Local Office: COE Local Office:				
COE LUCAI UNICE:				

Well Number: 27H

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: BLUE KRAIT 23-14 FED

Well Name: BLUE KRAIT 23-14 FED	Well Number: 27H
DOD Local Office:	
NPS Local Office:	
State Local Office:	
Military Local Office:	
USFWS Local Office:	
Other Local Office:	
USFS Region:	
USFS Forest/Grassland:	USFS Ranger District:
Disturbance type: WELL PAD	
Describe:	
Surface Owner: BUREAU OF LAND MANAGEMENT, PRIVA	TE OWNERSHIP
Other surface owner description:	
BIA Local Office:	
BOR Local Office:	
COE Local Office:	
DOD Local Office:	
NPS Local Office:	
State Local Office:	
Military Local Office:	
USFWS Local Office:	
Other Local Office:	
USFS Region:	
USFS Forest/Grassland:	USFS Ranger District:

Section 12 - Other Information

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 281001 ROW - ROADS,288100 ROW - O&G Pipeline,FLPMA (Powerline),Other

Well Name: BLUE KRAIT 23-14 FED Well Number: 27H

ROW Applications

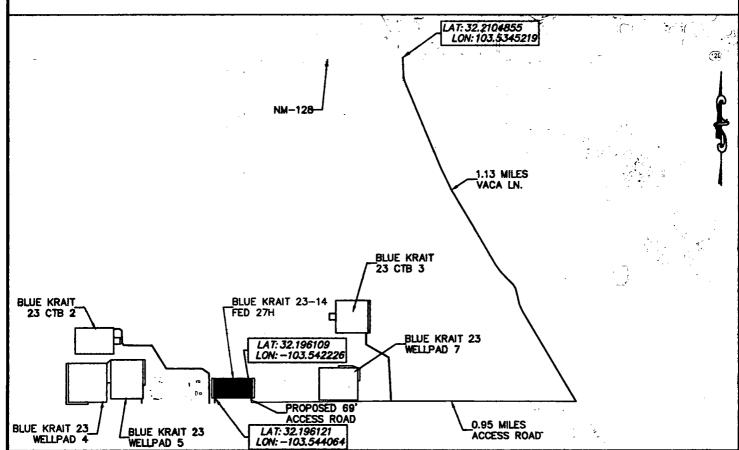
SUPO Additional Information: See Section 4 for 14 Facility & Infrastructure Plats. See C-102 for grading plats.

Use a previously conducted onsite? YES

Previous Onsite information: 8/14/2018

Other SUPO Attachment

SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO AERIAL ACCESS ROUTE MAP



DEVON ENERGY PRODUCTION COMPANY, L.P.
BLUE KRAIT 23-14 FED 27H
LOCATED 248 FT. FROM THE SOUTH LINE
AND 2769 FT. FROM THE EAST LINE OF
SECTION 23, TOWNSHIP 24 SOUTH,
RANGE 33 EAST, N.M.P.M.
LEA COUNTY, STATE OF NEW MEXICO

NOT TO SCALE

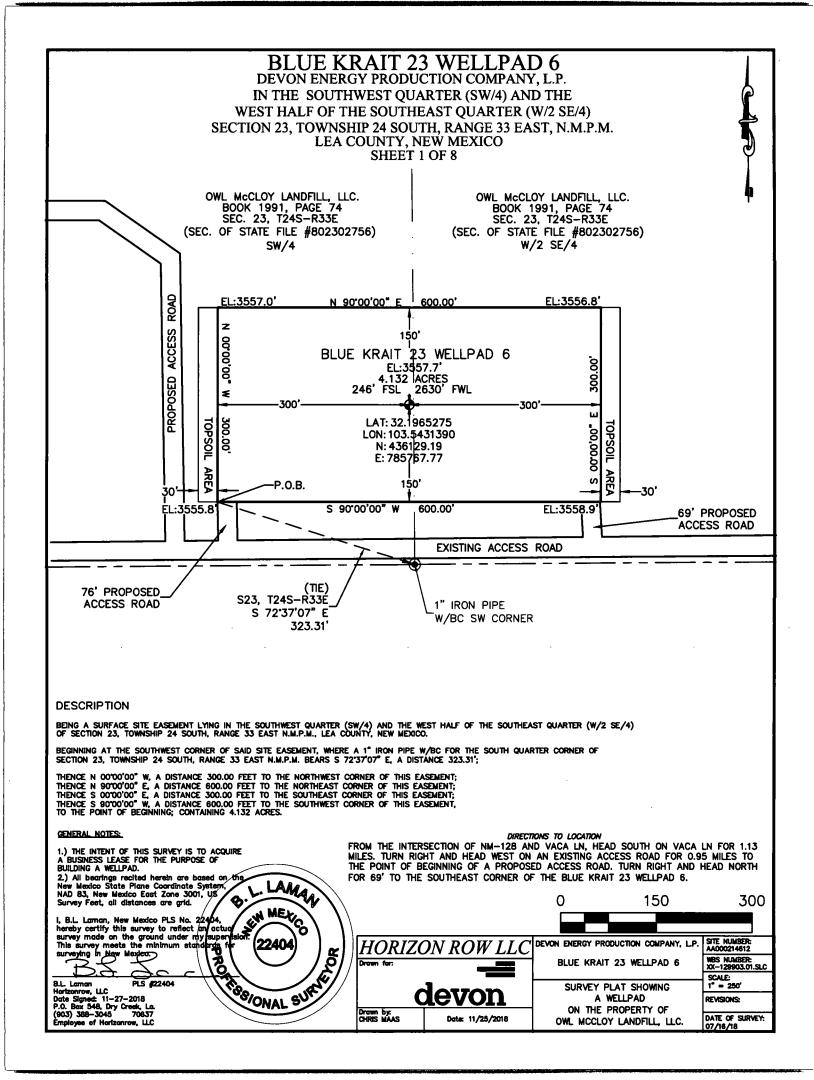
HORIZON ROW LLC

DEVON ENERGY PRODUCTION CO., L.P.

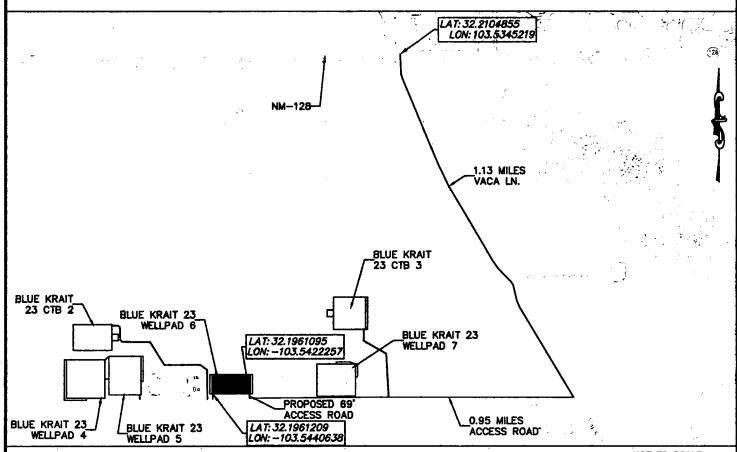
Drawn by: CHRIS MAAS

Date: 11/29/2018

devon



SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO AERIAL ACCESS ROUTE MAP



DIRECTIONS TO LOCATION

NOT TO SCALE

FROM THE INTERSECTION OF NM-128 AND VACA LN, HEAD SOUTH ON VACA LN FOR 1.13 MILES. TURN RIGHT AND HEAD WEST ON AN EXISTING ACCESS ROAD FOR 0.95 MILES TO THE POINT OF BEGINNING OF A PROPOSED ACCESS ROAD. TURN RIGHT AND HEAD NORTH FOR 69' TO THE SOUTHEAST CORNER OF THE BLUE KRAIT 23 WELLPAD 6.

SHEET 2 OF 8 HORIZON ROW LLC

DEVON ENERGY PRODUCTION CO., L.P.

Drawn by: CHRIS MAAS

Date: 11/25/2018

devon

EXHIBIT "A" ACCESS ROAD PLAT SECTION 23, T24S-R33E, N.M.P.M. LEA COUNTY, NEW MEXICO CALCULATED NOT FOUND CALCULATED NOT FOUND N 89'32'24" E 5275.74' SOUTH R.O.W. POWER LINE FXISTING PIPELINE LEASE ROAD POWER LINE C/L PROPOSED 30' EASEMENT 00"27"52" BLUE KRAT P.O.E. N: 435979.19 E: 786051.40 EXISTING PIPELINE m _C/L PROPOSED 30' EASEMENT 2637.89 N 03'26'54" W 69.24 -FXISTING PIPELINE BLUE KRAIT 23 TO BOOMSLANG 14 INTERCONNECT GAS P.O.B. N: 435910.08 SECTION LINE E: 786055.56 DETAIL "B OWL McCLOY (N.T.S.) LANDFILL, LLC. BOOK 1991, PAGE 74 1" IRON PIPE (SEC. OF STATE FILE #802302756) 1" IRON PIPE W/2 SE/4 SW/4 E/2 SE/4 BUREAU OF LAND MANAGEMENT ی ا 00'26'09" E BLUE KRAIT 23 CTB 3 BLUE KRAI BLUE KRAIT 23 WELLPAD BLUE KRAIT 23 BLUE KRAIT 23 WELLPAD 4 WELLPAD 7 C/L PROPOSED 30' EASEMENT BLUE KRAIT 23 WELLPAD 6 S 70'39'12' 2" IRON PIPE SEE DETAIL "A" 2637.21 2" IRON PIPE S 89"34"50" W W/BC N 84'22'56" E 0+00.0 P.O.B./EXISTING ACCESS ROAD 0+15.2 EDGE OF ROAD 0+20.1 EXISTING PIPELINE 30' EASEMENT AREA = 0.048 ACRE(S) 0+50.7 EXISTING PIPELINE 0+69.2 P.O.E./BLUE KRAIT 23 WELLPAD 6 69.24 FEET OR 4.20 RODS SEE THE ATTACHED LEGAL DESCRIPTION Note: All bearings recited herein are based on the New Mexico State Plane Coordinate System, NAD 83, New Mexico East Zone 3001, US Survey Feet, all distances are grid. I, B.L. Laman, New Mexico PLS Not Property here certify this survey to reflect all established made on the ground under my suspension. This survey meets the minimum standards to 1000 0 2000 surveying in New Mex LINE NUMBER: 7610118R *HORIZON ROW LLC* DEVON ENERGY PRODUCTION COMPANY, L.P. WBS NUMBER: XX-129903.01.SLC BLUE KRAIT 23 WELLPAD 6 ACCESS ROAD EAST GO/ONAL SURVE SCALE: 1" = 1000 PROPOSED 30' EASEMENT ON THE PROPERTY OF REVISIONS: OWL MCCLOY LANDFILL, LLC Drawn by: CHRIS MAAS Date: 11/25/2018 DATE OF SURVEY: SECTION 23, T24S-R33E, N.M.P.M.

SECTION 23, T24S-R33E, N.M.P.M., LEA COUNTY, NEW MEXICO

ACCESS ROAD PLAT

LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

OWL MCCLOY LANDFILL, LLC.

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the west half of the southeast quarter (W/2 SE ½) of Section 23, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and being out of a parcel of land owned by the OWL McCloy Landfill, LLC, described in Book 1991, Page 74, Secretary of State File #802302756, of the deed records of Lea County, NM. Said centerline of easement being more particularly described as follows:

Commencing from a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico;

Thence N 84°22'56" E, a distance of 280.59' to the **Point of Beginning** of this easement having coordinates of Northing=435910.08 feet, Easting=786055.56 feet and continuing the following course;

Thence N 03°26'54" W, a distance of 69.24' to the **Point of Ending** having coordinates of Northing=435979.19 feet, Easting=786051.40 feet, from said point a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico bears S 70°39'12" W a distance of 291.54', covering **69.24' or 4.20 rods** and having an area of **0.048 acres**.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

B.L. Laman

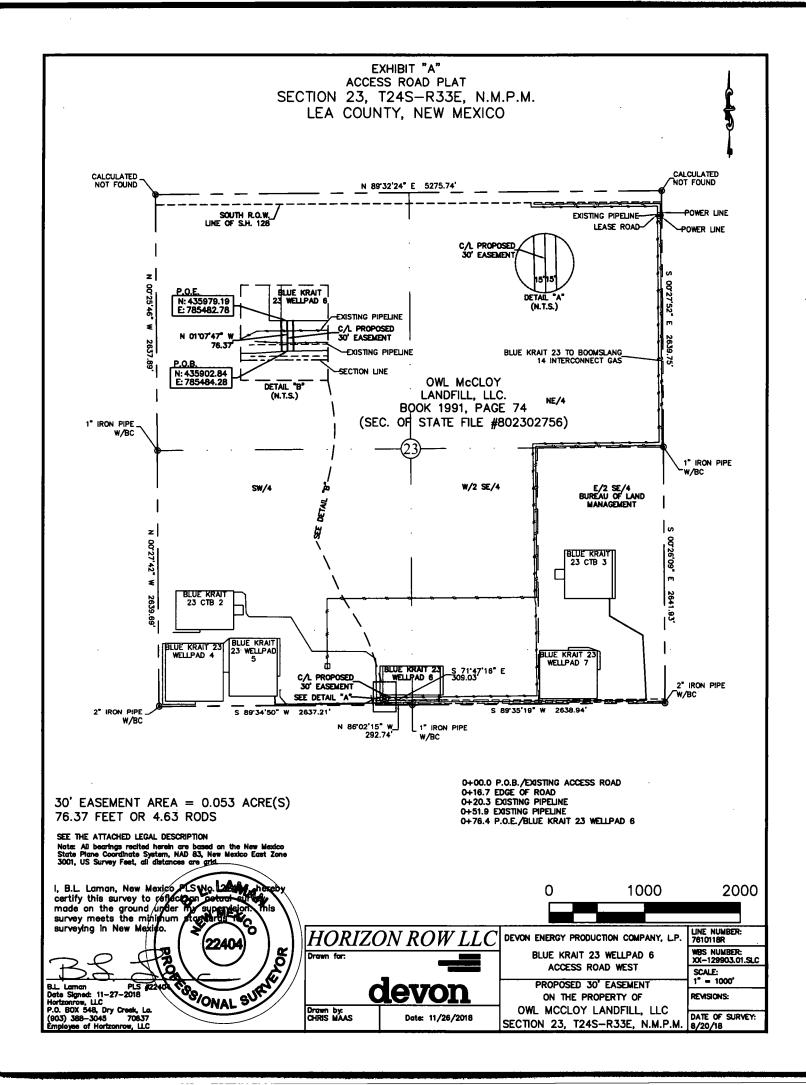
PLS 22404

Date Signed: 11/27/2018

Horizon Row, LLC

P.O. BOX 548, Dry Creek, La.

(903) 388-3045 70637



SECTION 23, T24S-R33E, N.M.P.M., LEA COUNTY, NEW MEXICO

ACCESS ROAD PLAT

LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

OWL MCCLOY LANDFILL, LLC.

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the southwest quarter (SW 1/4) of Section 23, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and being out of a parcel of land owned by the OWL McCloy Landfill, LLC, described in Book 1991, Page 74 Secretary of State File #802302756, of the deed records of Lea County, NM. Said centerline of easement being more particularly described as follows:

Commencing from a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico;

Thence N 86°02'15" W, a distance of 292.74' to the **Point of Beginning** of this easement having coordinates of Northing=435902.84 feet, Easting=785484.28 feet and continuing the following course;

Thence N 01°07'47" W, a distance of 76.37' to the **Point of Ending** having coordinates of Northing=435979.19 feet, Easting=785482.78 feet, from said point a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico bears S 71°47'16" E a distance of 309.03', covering **76.37' or 4.63 rods** and having an area of **0.053 acres**.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

B.L. Laman

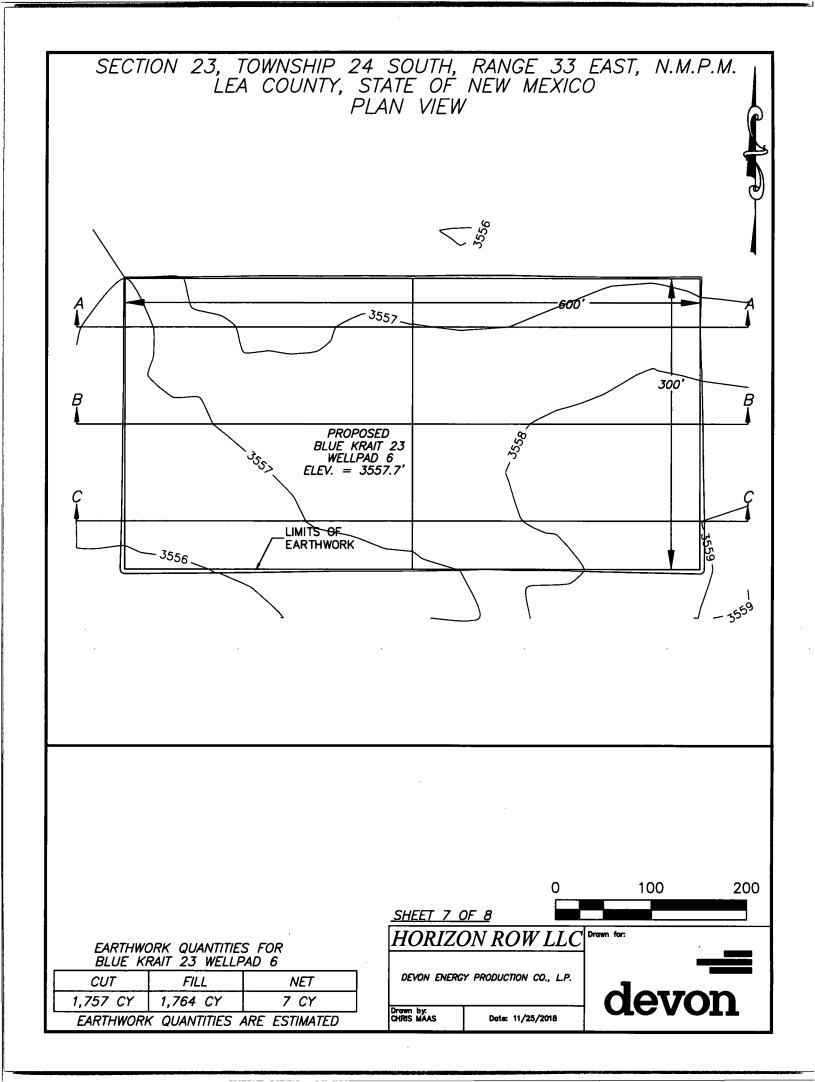
DI C 22404

Date Signed: 11/27/2018

Horizon Row, LLC

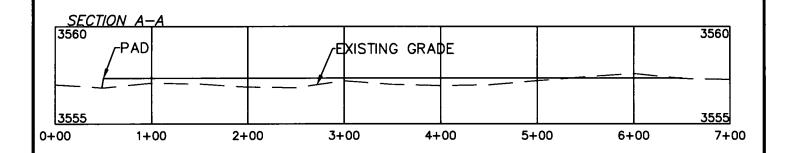
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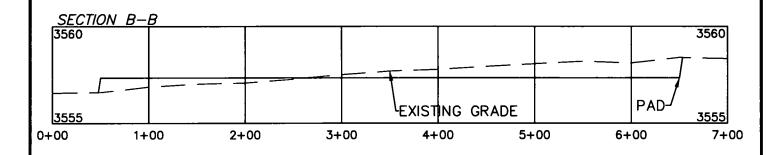
(903) 388-3045 70637

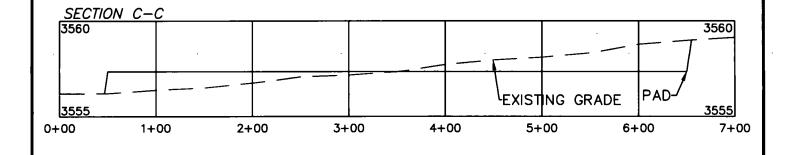


SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO CROSS SECTIONS









SHEET 8 OF 8

SCALE 1" = 100' HORIZONTAL SCALE 1" = 5' VERTICAL

HORIZON ROW LLC

DEVON ENERGY PRODUCTION CO., L.P.

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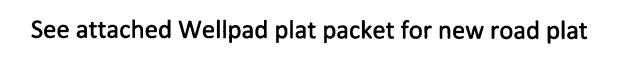
Drawn by: CHRIS MAAS

Date: 11/25/2018

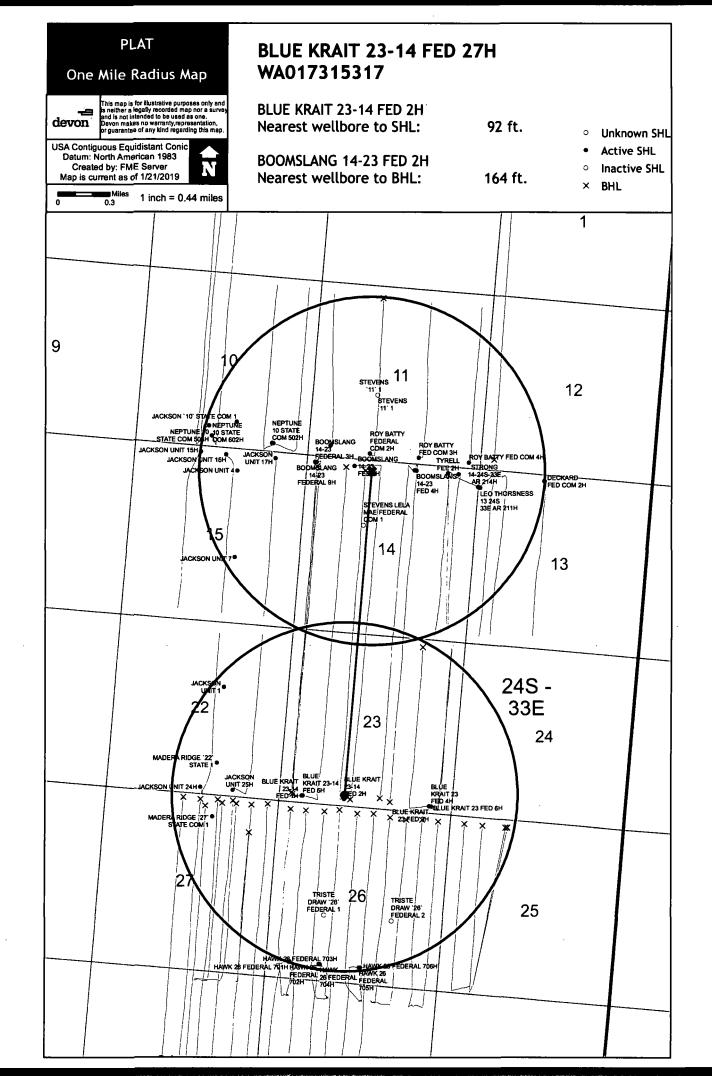
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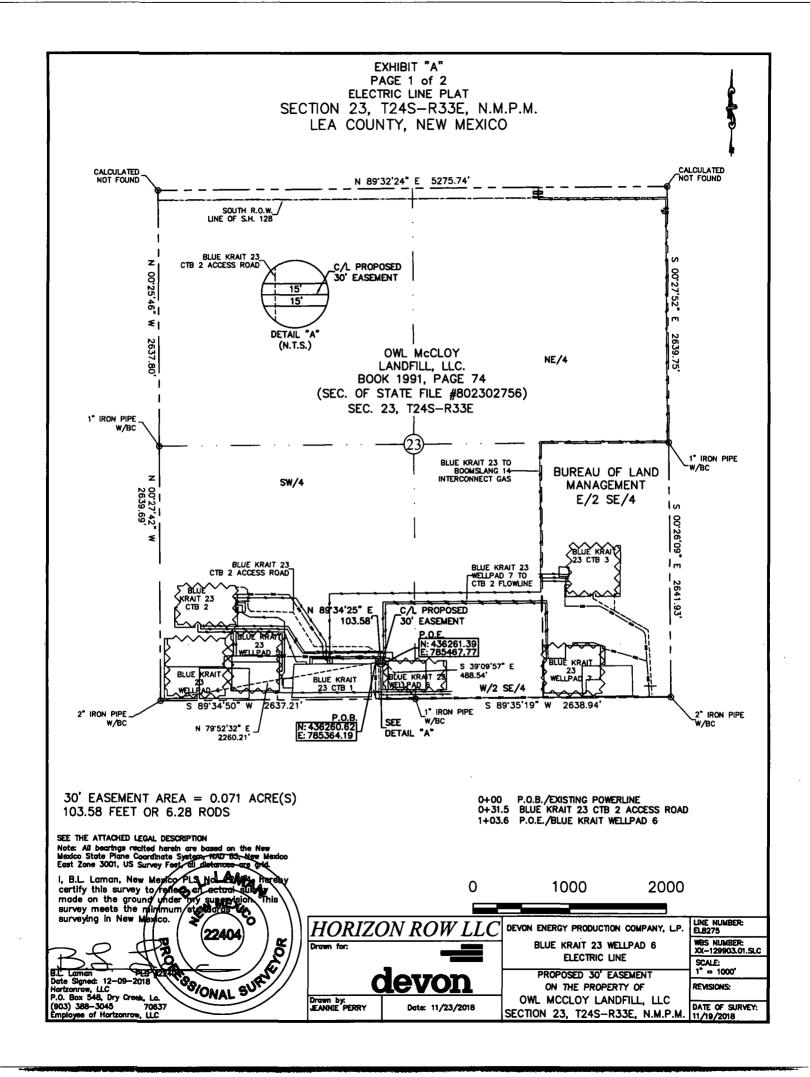
EARTHWORK QUANTITIES FOR BLUE KRAIT 23 WELLPAD 6

CUT	FILL	NET
1,757 CY	1,764 CY	7 CY
EARTHWORK QUANTITIES ARE ESTIMATED		



See attached Wellpad plat packet for new road plat





SECTION 23, T24S-R33E, N.M.P.M., LEA COUNTY, NEW MEXICO

ELECTRIC LINE PLAT

LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

OWL MCCLOY LANDFILL, LLC.

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the southwest quarter (SW ½) of Section 23, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and being out of a parcel of land owned by the OWL McCloy Landfill, LLC, described in Book 1991, Page 74 (Sec. of State File #802302756) of the deed records of Lea County, NM. Said centerline of easement being more particularly described as follows:

Commencing from a 2" iron pipe w/ BC found for the southwest corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico;

Thence N 79°52'32" E, a distance of 2260.21' to the **Point of Beginning** of this easement having coordinates of Northing=436260.62 feet, Easting=785364.19 feet and continuing the following courses;

Thence N 89°34'25" E, a distance of 103.58' to the **Point of Ending** having coordinates of Northing=436261.39 feet, Easting=785467.77 feet, from said point a 1" iron pipe w/ BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico bears S 39°09'57" E a distance of 488.54', covering **103.58' or 6.28 rods** and having an area of **0.071 acres**.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

PES/ONAL

B.L. Laman

PLS 22404

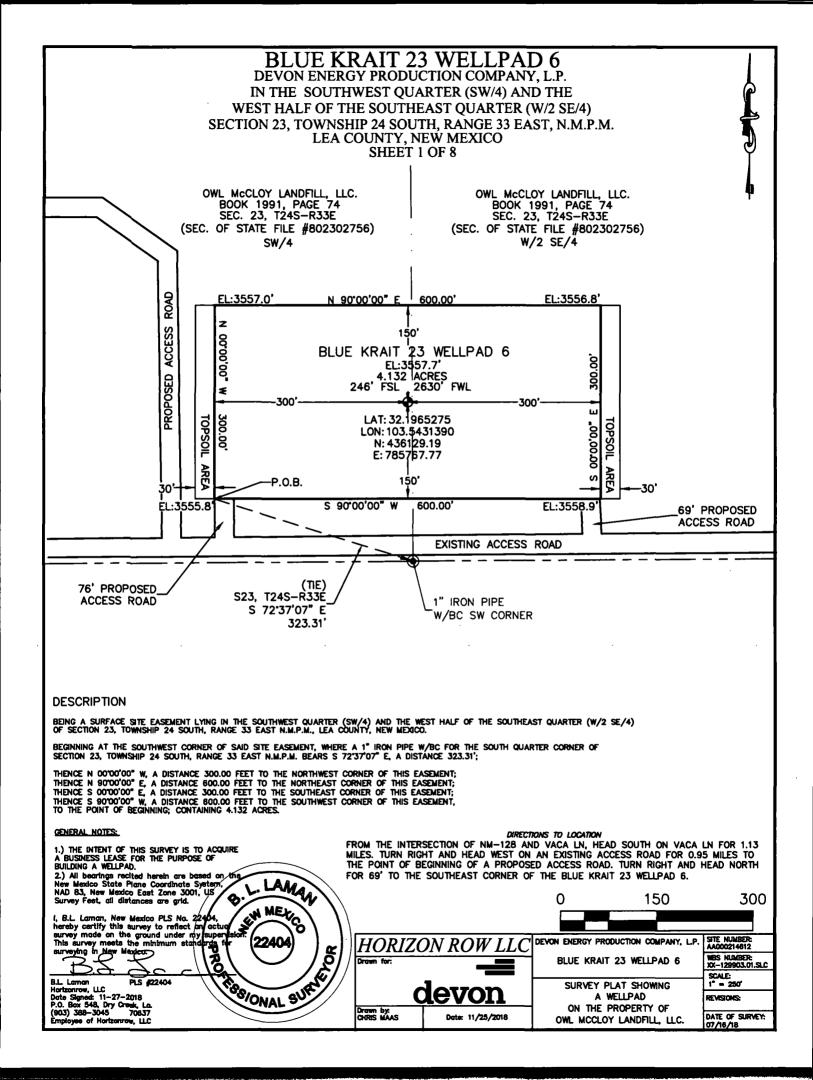
Date Signed: 12/09/2018

Horizon Row, LLC

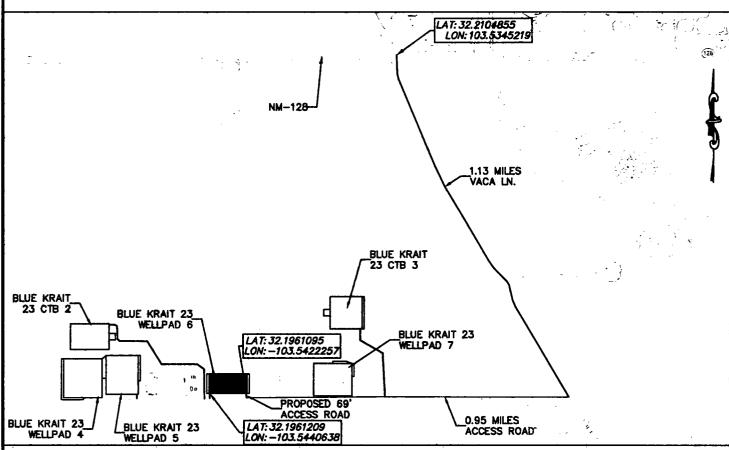
P.O. Box 548, Dry Creek, LA

(903) 388-3045

70627



SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO AERIAL ACCESS ROUTE MAP



DIRECTIONS TO LOCATION

NOT TO SCALE

FROM THE INTERSECTION OF NM-128 AND VACA LN, HEAD SOUTH ON VACA LN FOR 1.13 MILES. TURN RIGHT AND HEAD WEST ON AN EXISTING ACCESS ROAD FOR 0.95 MILES TO THE POINT OF BEGINNING OF A PROPOSED ACCESS ROAD. TURN RIGHT AND HEAD NORTH FOR 69' TO THE SOUTHEAST CORNER OF THE BLUE KRAIT 23 WELLPAD 6.

SHEET 2 OF 8

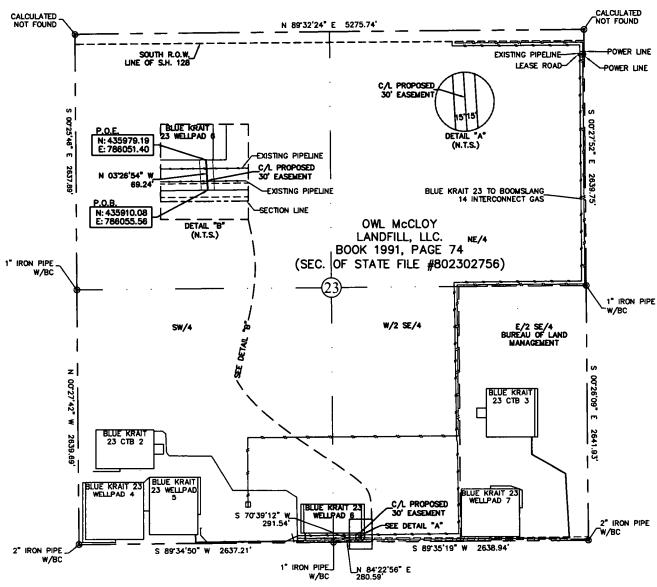
HORIZON ROW LLC

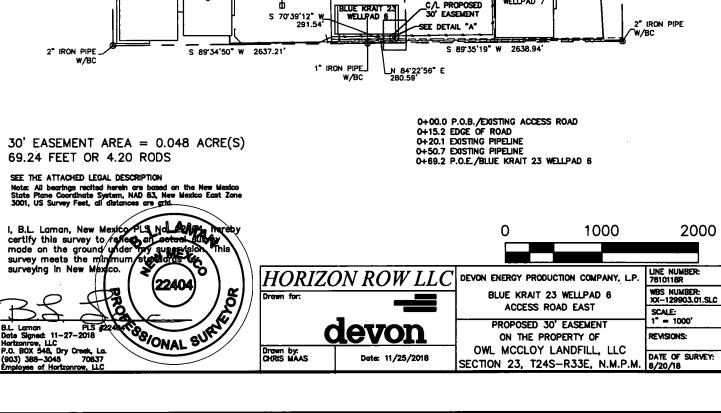
DEVON ENERGY PRODUCTION CO., L.P.

Drawn by:
OHRS MAAS

Date: 11/25/2018

EXHIBIT "A" ACCESS ROAD PLAT SECTION 23, T24S-R33E, N.M.P.M. LEA COUNTY, NEW MEXICO





SECTION 23, T24S-R33E, N.M.P.M., LEA COUNTY, NEW MEXICO

ACCESS ROAD PLAT

LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

OWL MCCLOY LANDFILL, LLC.

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the west half of the southeast quarter (W/2 SE ½) of Section 23, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and being out of a parcel of land owned by the OWL McCloy Landfill, LLC, described in Book 1991, Page 74, Secretary of State File #802302756, of the deed records of Lea County, NM. Said centerline of easement being more particularly described as follows:

Commencing from a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico;

Thence N 84°22'56" E, a distance of 280.59' to the **Point of Beginning** of this easement having coordinates of Northing=435910.08 feet, Easting=786055.56 feet and continuing the following course;

Thence N 03°26'54" W, a distance of 69.24' to the **Point of Ending** having coordinates of Northing=435979.19 feet, Easting=786051.40 feet, from said point a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico bears S 70°39'12" W a distance of 291.54', covering **69.24' or 4.20 rods** and having an area of **0.048 acres**.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

B.L. Laman

PLS 22404

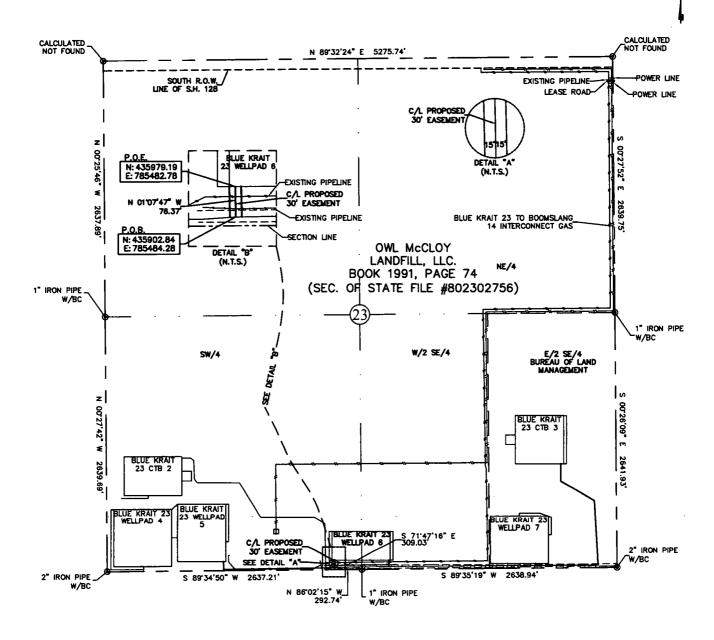
Date Signed: 11/27/2018

Horizon Row, LLC

P.O. BOX 548, Dry Creek, La.

(903) 388-3045 70637

EXHIBIT "A" ACCESS ROAD PLAT SECTION 23, T24S-R33E, N.M.P.M. LEA COUNTY, NEW MEXICO



30' EASEMENT AREA = 0.053 ACRE(S) 76.37 FEET OR 4.63 RODS

SEE THE ATTACHED LEGAL DESCRIPTION Note: All bearings recited herein are based on the New Mexico State Plane Coordinate System, NAD 83, New Mexico East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 2014 phese certify this survey to reflect an actual survey made on the ground under my super scion. This survey meets the minimum standards in surveying in New Mexico. TO TOWAL SUPPLY

B.L. Laman PLS #2 Date Signed: 11-27-2018 Hortzonrow, LLC P.O. BOX 548, Dry Creek, La. (903) 388-3045 70637

0+00.0 P.O.B./EXISTING ACCESS ROAD 0+18.7 EDGE OF ROAD 0+20.3 EXISTING PIPELINE 0+51.9 EXISTING PIPELINE 0+76.4 P.O.E./BLUE KRAIT 23 WELLPAD 6

0

HORIZON ROW LLC

Drawn by: CHRIS MAAS

devon

Date: 11/28/2018

DEVON ENERGY PRODUCTION COMPANY, L.P. BLUE KRAIT 23 WELLPAD 6 ACCESS ROAD WEST

1000

PROPOSED 30' EASEMENT ON THE PROPERTY OF OWL MCCLOY LANDFILL, LLC SECTION 23, T24S-R33E, N.M.P.M.

LINE NUMBER: 7610118R WBS NUMBER: XX-129903.01.SLC SCALE: 1" = 1000' REVISIONS:

2000

DATE OF SURVEY: 8/20/18

SECTION 23, T24S-R33E, N.M.P.M., LEA COUNTY, NEW MEXICO

ACCESS ROAD PLAT

LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

OWL MCCLOY LANDFILL, LLC.

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the southwest quarter (SW ¼) of Section 23, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and being out of a parcel of land owned by the OWL McCloy Landfill, LLC, described in Book 1991, Page 74 Secretary of State File #802302756, of the deed records of Lea County, NM. Said centerline of easement being more particularly described as follows:

Commencing from a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico;

Thence N 86°02'15" W, a distance of 292.74' to the **Point of Beginning** of this easement having coordinates of Northing=435902.84 feet, Easting=785484.28 feet and continuing the following course;

Thence N 01°07'47" W, a distance of 76.37' to the **Point of Ending** having coordinates of Northing=435979.19 feet, Easting=785482.78 feet, from said point a 1" iron pipe w/BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico bears S 71°47'16" E a distance of 309.03', covering 76.37' or 4.63 rods and having an area of 0.053 acres.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

SONAL S

B.L. Laman

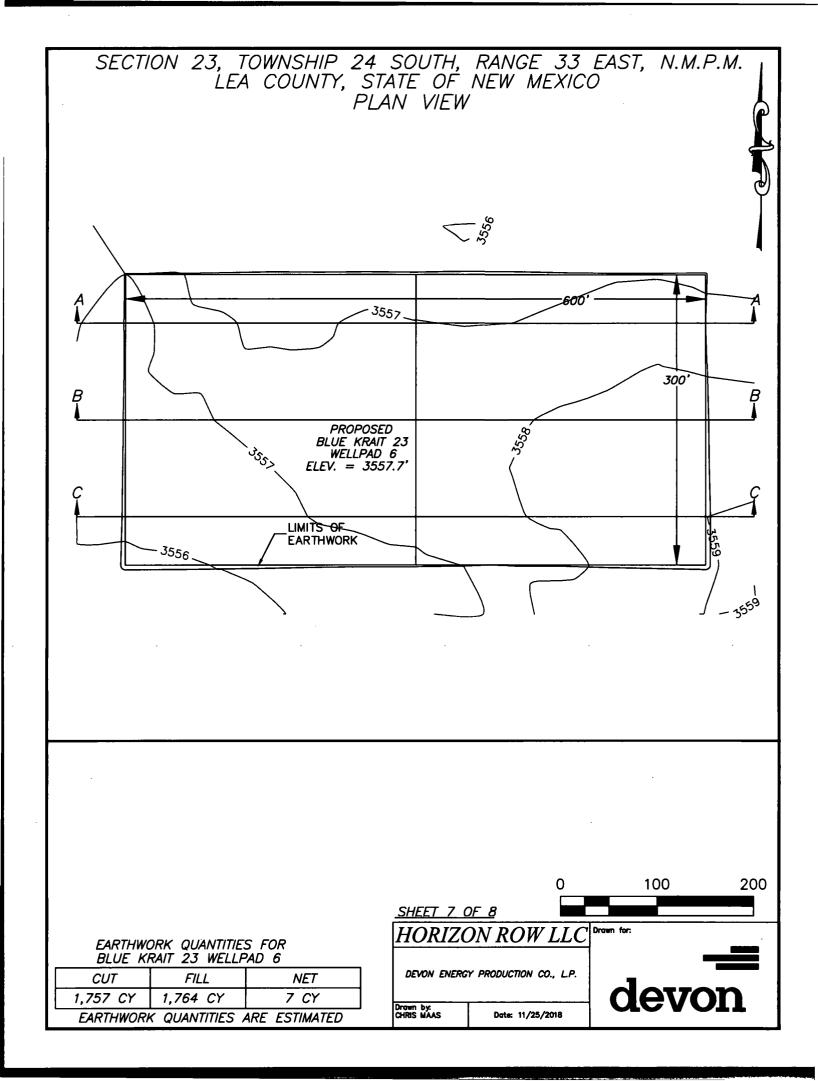
PLS 22404

Date Signed: 11/27/2018

Horizon Row, LLC

P.O. BOX 548, Dry Creek, La.

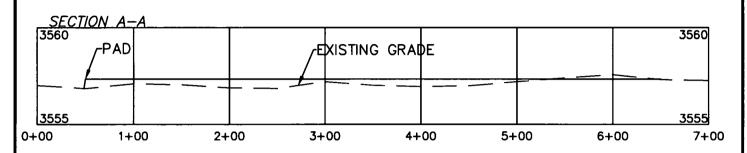
(903) 388-3045 70637

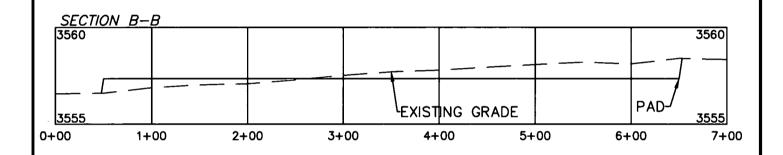


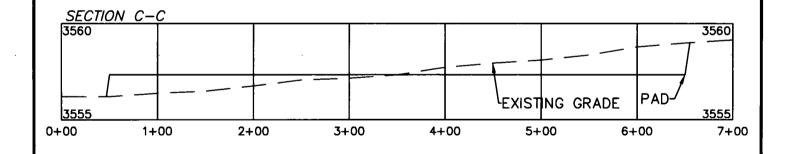
SECTION 23, TOWNSHIP 24 SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, STATE OF NEW MEXICO

CROSS SECTIONS









SHEET 8 OF 8

SCALE 1" = 100' HORIZONTAL SCALE 1" = 5' VERTICAL

HORIZON ROW LLC

DEVON ENERGY PRODUCTION CO., L.P.

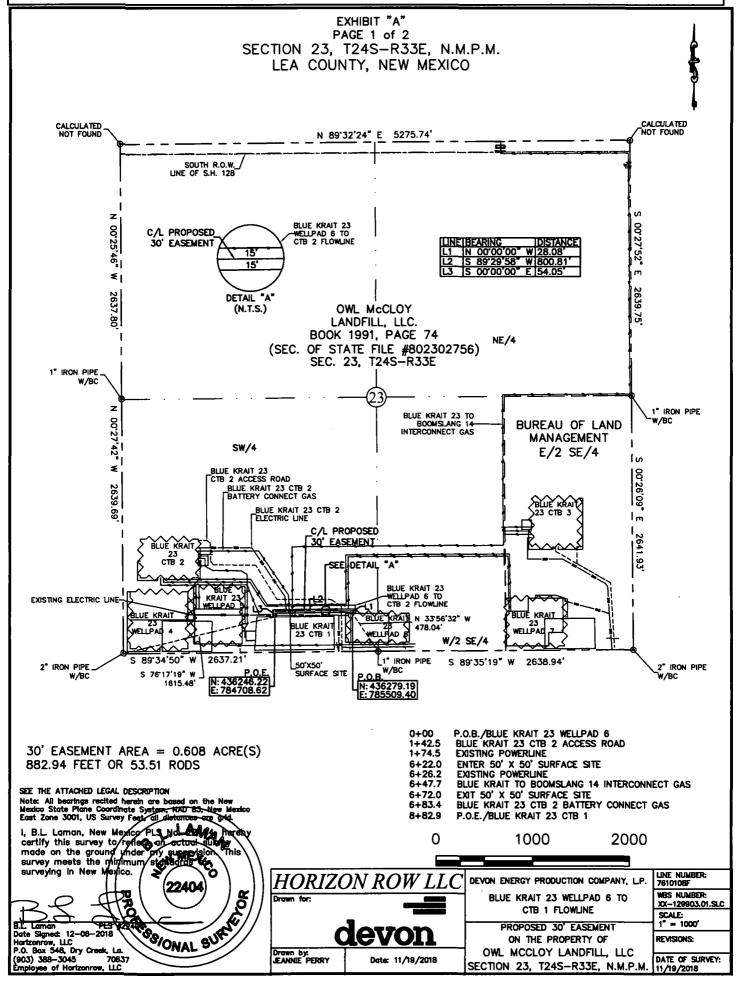
Drawn by: CHRIS MAAS Date: 11/25/2018 devon

EARTHWORK QUANTITIES FOR BLUE KRAIT 23 WELLPAD 6

CUT	FILL	NET
1,757 CY	1,764 CY	7 CY

EARTHWORK QUANTITIES ARE ESTIMATED

Two (8") Buried Composite Flow lines and One (8") Buried Composite Gas Lift from Blue Krait Well Pad 6 to CTB 1



SECTION 23, T24S-R33E, N.M.P.M., LEA COUNTY, NEW MEXICO

LEGAL DESCRIPTION

FOR

DEVON ENERGY PRODUCTION COMPANY, L.P.

OWL MCCLOY LANDFILL, LLC.

30' EASEMENT DESCRIPTION:

BEING an easement thirty (30) feet in width lying fifteen (15) feet on the right side and fifteen (15) feet on the left side of the survey centerline described below, being out of the southwest quarter (SW ¼) of Section 23, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and being out of a parcel of land owned by the OWL McCloy Landfill, LLC, described in Book 1991, Page 74 (Sec. of State File #802302756) of the deed records of Lea County, NM. Said centerline of easement being more particularly described as follows:

Commencing from a 1" iron pipe w/ BC found for the south quarter corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico;

Thence N 33°56'32" W, a distance of 478.04' to the **Point of Beginning** of this easement having coordinates of Northing=436279.19 feet, Easting=785509.40 feet and continuing the following courses;

Thence N 00°00'00" W, a distance of 28.08' to an angle point;

Thence S 89°29'58" W, a distance of 800.81' to an angle point;

Thence S 00°00'00" E, a distance of 54.05' to the **Point of Ending** having coordinates of Northing=436246.22 feet, Easting=784708.62 feet, from said point a 2" iron pipe w/ BC found for the southwest corner of Section 23, T24S-R33E, N.M.P.M., Lea County, New Mexico bears S 76°17'19" W a distance of 1615.48', covering **882.94' or 53.51 rods** and having an area of **0.608 acres**.

NOTES:

Bearings, distances and coordinates shown herein are based on New Mexico State Plane Coordinate System, NAD 83, East Zone 3001, US Survey Feet, all distances are grid.

I, B.L. Laman, New Mexico PLS No. 22404, hereby certify this survey to reflect an actual survey made on the ground under my supervision. This survey meets the minimum standards for surveying in New Mexico.

SONAL

B.L. Laman

PLS 22404

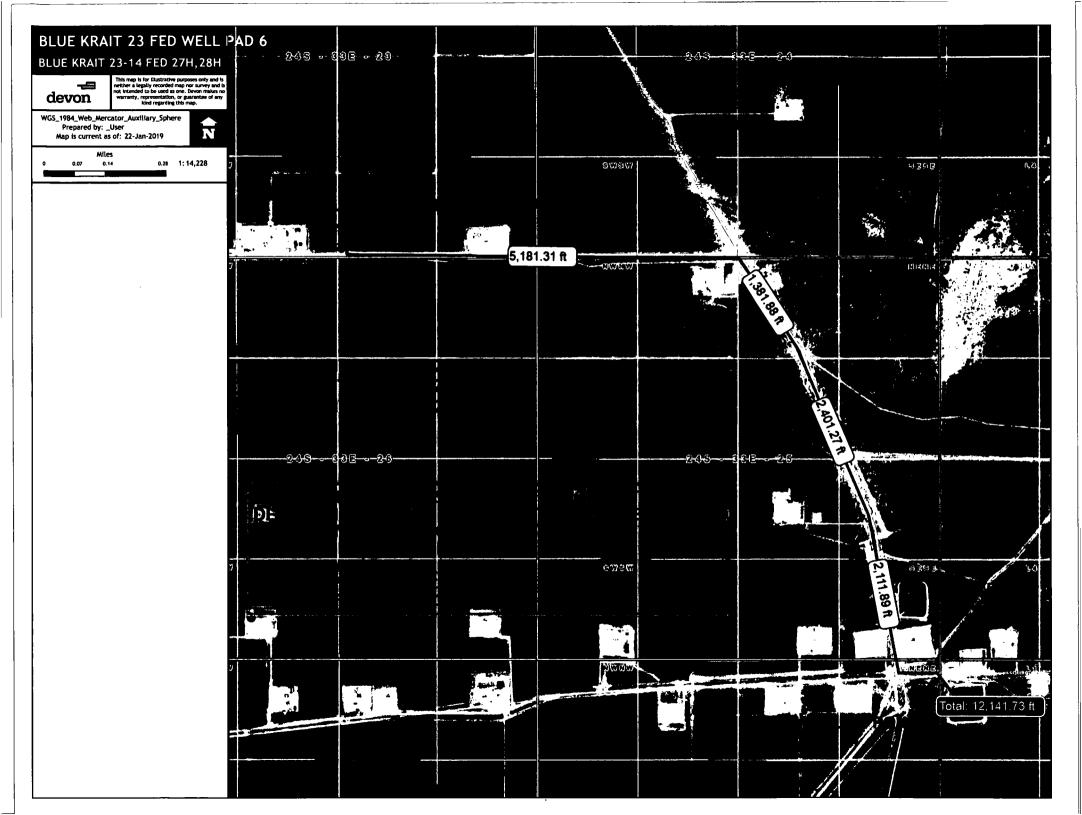
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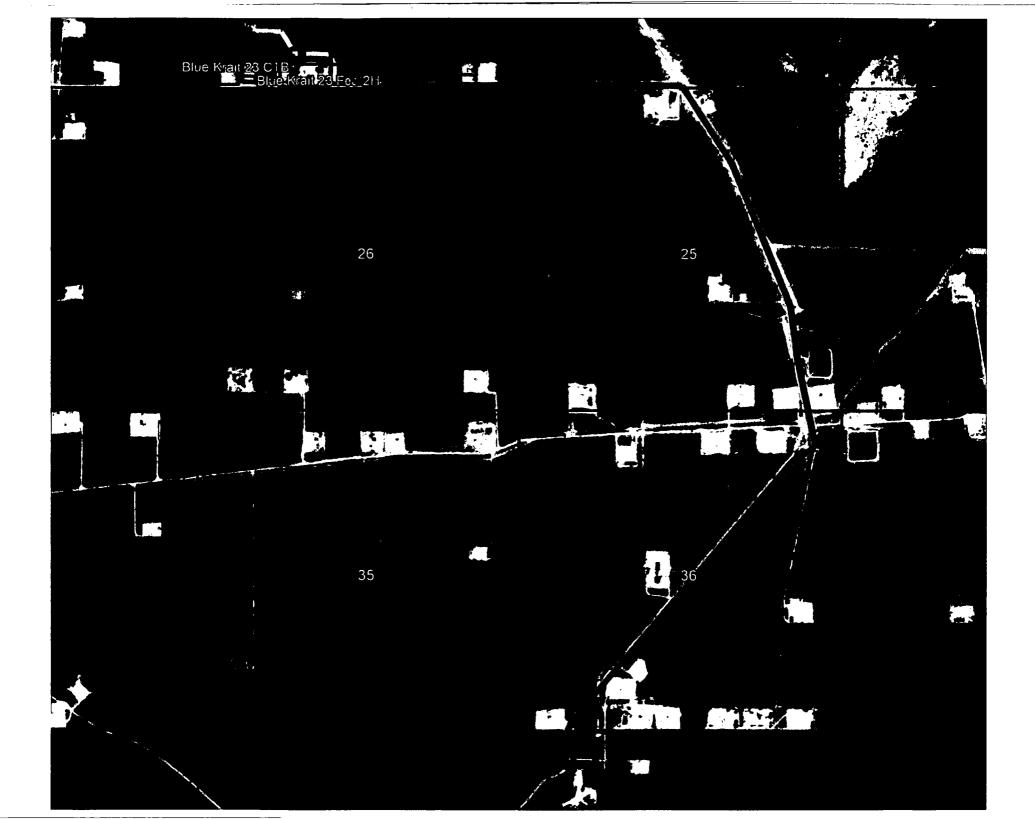
Horizon Row, LLC

P.O. Box 548, Dry Creek, LA

(903) 388-3045

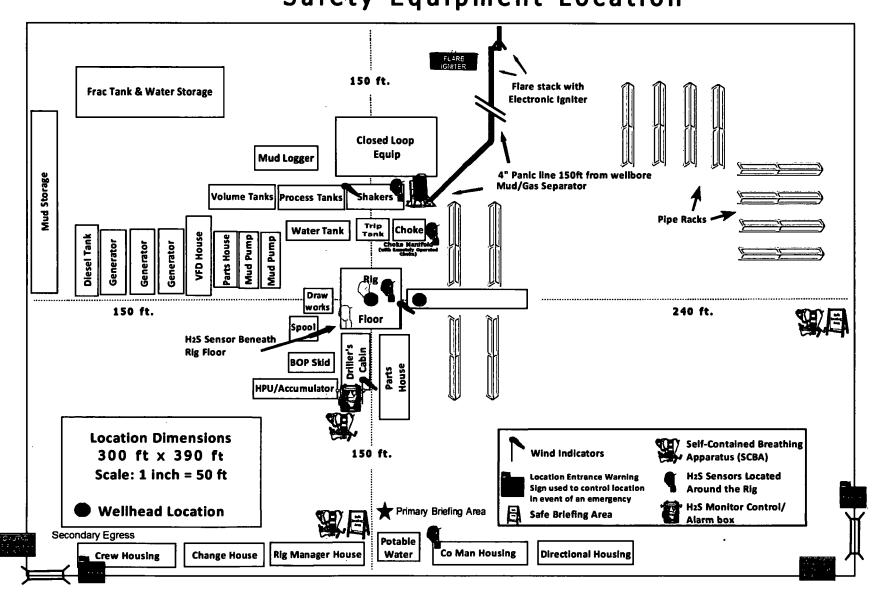
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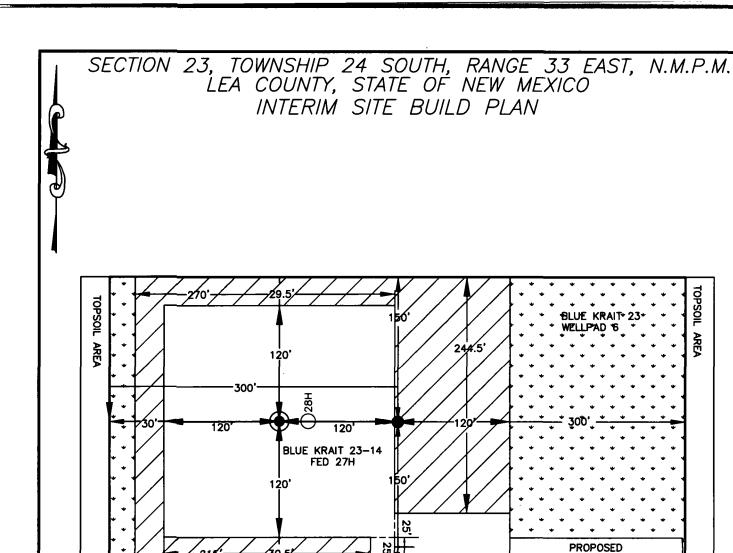






Devon Energy - Well Pad Rig Location Layout Safety Equipment Location





EXISTING ACCESS ROAD

PROPOSED_ ACCESS ROAD

DENOTES INTERIM PAD RECLAMATION AREA

DENOTES GRADING SITE RECLAMATION AREA

1.193± ACRES INTERIM PAD RECLAMATION AREA 1.322± ACRES GRADING SITE RECLAMATION AREA 1.617± ACRES NON-RECLAIMED AREA

4.132± ACRES GRADING SITE RECLAMATION AREA

DEVON ENERGY PRODUCTION COMPANY, L.P.
BLUE KRAIT 23-14 FED 27H
LOCATED 248 FT. FROM THE SOUTH LINE
AND 2769 FT. FROM THE EAST LINE OF
SECTION 23, TOWNSHIP 24 SOUTH,
RANGE 33 EAST, N.M.P.M.
LEA COUNTY, STATE OF NEW MEXICO

HORIZON ROW LLC

DEVON ENERGY PRODUCTION CO., L.P.

Drawn by: CHRIS MAAS

Date: 11/29/2018

devon

100

200

ACCESS ROAD

PROPOSED ACCESS ROAD



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



APD ID: 10400038434 Submission Date: 01/28/2019

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: BLUE KRAIT 23-14 FED Well Number: 27H

Well Type: OIL WELL Well Work Type: Drill

Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD disturbance (acres):

PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule attachment:

Unlined pit reclamation description:

Unlined pit reclamation attachment:

Unlined pit Monitor description:

Unlined pit Monitor attachment:

Do you propose to put the produced water to beneficial use?

Beneficial use user confirmation:

Estimated depth of the shallowest aquifer (feet):

Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

TDS lab results:

Geologic and hydrologic evidence:

State authorization:

Unlined Produced Water Pit Estimated percolation:

Unlined pit: do you have a reclamation bond for the pit?

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP Well Name: BLUE KRAIT 23-14 FED Well Number: 27H Is the reclamation bond a rider under the BLM bond? Unlined pit bond number: Unlined pit bond amount: Additional bond information attachment: Section 4 - Injection Would you like to utilize Injection PWD options? NO **Produced Water Disposal (PWD) Location:** PWD surface owner: PWD disturbance (acres): Injection PWD discharge volume (bbl/day): Injection well mineral owner: Injection well type: Injection well number: Injection well name: Assigned injection well API number? Injection well API number: Injection well new surface disturbance (acres): Minerals protection information: Mineral protection attachment: **Underground Injection Control (UIC) Permit? UIC Permit attachment:** Section 5 - Surface Discharge Would you like to utilize Surface Discharge PWD options? NO **Produced Water Disposal (PWD) Location:** PWD surface owner: PWD disturbance (acres): Surface discharge PWD discharge volume (bbl/day): **Surface Discharge NPDES Permit? Surface Discharge NPDES Permit attachment:** Surface Discharge site facilities information: Surface discharge site facilities map: Section 6 - Other Would you like to utilize Other PWD options? NO **Produced Water Disposal (PWD) Location:** PWD surface owner: PWD disturbance (acres): Other PWD discharge volume (bbl/day):

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Bond Info Data Report

10/14/2019

APD ID: 10400038434 **Submission Date:** 01/28/2019

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: BLUE KRAIT 23-14 FED

Well Number: 27H

Well Type: OIL WELL Well Work Type: Drill



Show Final Text

Bond Information

Federal/Indian APD: FED

BLM Bond number: CO1104

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: