| Received by UCD: S/1/2021 7:24:25 AM U.S. Department of the Interior | | Sundry Print Report 05/27/2021 |
|---|---|---|
| BUREAU OF LAND MANAGEMENT | | All and the second |
| Well Name: FIJI 17-5 FED COM | Well Location: T23S / R31E / SEC 17 / SENE / 32.3053318 / -103.7954839 | County or Parish/State: EDDY / NM |
| Well Number: 234H | Type of Well: OIL WELL | Allottee or Tribe Name: |
| Lease Number: NMNM45235 | Unit or CA Name: | Unit or CA Number: |
| US Well Number: 300154763300X1 | Well Status: Approved Application for Permit to Drill | Operator: DEVON ENERGY PRODUCTION COMPANY LP |

Notice of Intent

Type of Submission: Notice of Intent

Date Sundry Submitted: 05/17/2021

Type of Action Other Time Sundry Submitted: 07:25

Date proposed operation will begin: 05/16/2021

Procedure Description: Devon Energy Production Co., L.P. (Devon) respectfully request to have the option to move intermediate casing down to 8,500' TVD due to the close proximity of depletion from multiple active Delaware producers. The offset wells have perforations varying from 6,500' to 8,400'. Setting our intermediate string deeper will allow for us to case off potential loss zones. This will allow us to increase mud weight as necessary for well conditions in the production hole, allowing us to better handle any well control issues that may arise while drilling the lateral. This is a contingency plan based on final drilling results. Please see attachment.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

FIJI_17_5_FED_COM_234H_20210517072528.pdf

| Received by OCD: 6/1/2021 7:2 Well Name: FIJI 17-5 FED | | 23S / R31E / SEC 17 / Cour 18 / -103.7954839 NM | nty or Parish/State: EDDY / |
|---|---|---|---|
| Well Number: 234H | Type of Well: OI | L WELL Allot | tee or Tribe Name: |
| Lease Number: NMNM45 | 5235 Unit or CA Name | e: Unit | or CA Number: |
| US Well Number: 300154 | F763300X1 Well Status: App Permit to Drill | | rator: DEVON ENERGY DUCTION COMPANY LP |

Conditions of Approval

Additional Reviews

Fiji_17_5_Fed_Com_234H_COA_Sundry_ID_2387416_20210517143043.pdf

Operator Certification

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

| Operator Electronic Signature: | JENNY HARMS |
|---------------------------------------|-------------------|
| Name: DEVON ENERGY PROD | UCTION COMPANY LP |
| Title: Regulatory Compliance Pro | ofessional |
| Street Address: 333 West Sheri | dan Avenue |
| City: Oklahoma City | State: OK |
| Phone: (405) 552-6560 | |
| Email address: jennifer.harms@ | dvn.com |
| | |
| Field Representative | |
| Representative Name: | |
| Street Address: | |
| City: | State: |
| Phone: | |
| Email address: | |

BLM Point of Contact

BLM POC Name: CHRISTOPHER WALLS BLM POC Phone: 5752342234 Disposition: Approved Signature: Chris Walls BLM POC Title: Petroleum Engineer BLM POC Email Address: cwalls@blm.gov Disposition Date: 05/27/2021

Zip:

Signed on: MAY 17, 2021 07:25 AM

1. Geologic Formations

| TVD of target | 10021 | Pilot hole depth | N/A |
|---------------|-------|------------------------------|-----|
| MD at TD: | 23020 | Deepest expected fresh water | |

Basin

| Formation | Depth (TVD) from KB | Water/Mineral Bearing/Target Zone? | Hazards* |
|----------------------|---------------------------|--|----------|
| Rustler | 410 | Zone: | |
| Salt | 720 | | |
| Base of Salt | 3830 | | |
| Lamar | 3830 | | |
| Delaware | 4080 | | |
| Cherry Canyon | 5010 | | |
| Brushy Canyon | 6310 | | |
| 1st Bone Spring Lime | 7984 | | |
| Bone Spring 1st | 9083 | | |
| Bone Spring 2nd | 9617 | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

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

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| - | ~ . | _ |
|----|--------|---------|
| 2. | Casing | Program |

| | | Wt | | | Casing | Interval | Casing | Interval |
|-----------|-----------|-------|-------|------|--------------|----------|---------------|----------|
| Hole Size | Csg. Size | (PPF) | Grade | Conn | From (MD) | To (MD) | From (TVD) | To (TVD) |
| 17 1/2 | 13 3/8 | 48 | H40 | BTC | 0 | 435 | 0 | 435 |
| 12 1/4 | 9 5/8 | 40 | J-55 | BTC | 0 | 8500 | 0 | 8500 |
| 8 3/4 | 5 1/2 | 17 | P110 | BTC | 0 | 23020 | 0 | 10021 |

• All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 IILB.1.h Must have table for contingency casing.

| Casing | # Sks | TOC | Wt. (lb/gal) | Yld (ft3/sack) | Slurry Description | |
|--------------|--------------|--------------------|-----------------|-------------------|--|--|
| Surface | 353 | Surf | 13.2 | 1.4 | Lead: Class C Cement + additives | |
| Tur 1 | 992 | Surf | 9.0 | 3.3 | Lead: Class C Cement + additives | |
| Int 1 | 154 | 500' above shoe | , 13.2 1.4 | | Tail: Class H / C + additives | |
| Int 1 | As Needed | Surf | 9.0 | 3.3 | Squeeze Lead: Class C Cement + additives | |
| Intermediate | 992 | Surf | 9.0 | 3.3 | Lead: Class C Cement + additives | |
| Squeeze | 154 | 500' above shoe | 13.2 | 1.4 | Tail: Class H / C + additives | |
| Production | 133 | 500' tieback | 9.0 | 3.3 | Lead: Class H /C + additives | |
| FIGUCTION | 2599 | КОР | 13.2 | 1.4 | Tail: Class H / C + additives | |

3. Cementing Program (3-String Primary Design)

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 | % Excess |
|---------------|----------|
| Surface | 50% |
| Intermediate | 30% |
| Production | 10% |

| BOP installed and tested before drilling which hole? | Size? | Min. Required WP | Туре | | ~ | Tested to: | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---|---------|------------------------|--------|---------|-------|-------------------------------|-------------------------------|------|--------|----|------|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|----|-------|-------|---|----|
| | | | An | Annular | | 50% of rated working pressure | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Int 1 | 13-58" | 5M | Bline | d Ram | Х | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 1111 1 | 13-38 | 5101 | Pipe | e Ram | | 5M | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | Doub | le Ram | Х | 5101 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | Other* | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | 13-5/8" | 5M | 5M | An | nular | Х | 50% of rated working pressure | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Production | | | | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | 5M | Bline | d Ram | Х | |
| Froduction | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | Pipe | e Ram | | 5M |
| | | | | | | | | Doub | le Ram | Х | JIVI | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | Other* | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | Annul | ar (5M) | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | Bline | d Ram | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | Pipe | e Ram | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | Doub | le Ram | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | Other* | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

4. Pressure Control Equipment (Three String Design)

5. Mud Program (Three String Design)

| Section | Туре | Weight (ppg) |
|--------------|--------|-----------------|
| Surface | FW Gel | 8.5-9 |
| Intermediate | Brine | 10-10.5 |
| Production | WBM | 8.5-9 |

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

| Logging, Coring and Testing | | |
|-----------------------------|---|--|
| | Will run GR/CNL from TD to surface (horizontal well - vertical portion of hole). Stated logs run will be in the | |
| Х | Completion Report and sbumitted 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. | |

| Additional | logs planned | Interval |
|------------|--------------|-------------------|
| | Resistivity | |
| | Density | |
| Х | CBL | Production casing |
| Х | Mud log | KOP to TD |
| | PEX | |

7. Drilling Conditions

| Condition | Specfiy what type and where? |
|----------------------------|------------------------------|
| BH pressure at deepest TVD | 4690 |
| Abnormal temperature | No |

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

Hydrogren 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.

| Ν | 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 batch 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 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.

Attachments

X Directional Plan Other, describe

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

COMMENTS

| Operator: | OGRID: | |
|-------------------------------------|--------------------------------------|--|
| DEVON ENERGY PRODUCTION COMPANY, LP | 6137 | |
| 333 West Sheridan Ave. | Action Number: | |
| Oklahoma City, OK 73102 | 30005 | |
| | Action Type: | |
| | [C-103] NOI Change of Plans (C-103A) | |

COMMENTS

| Created By | Comment | Comment Date |
|------------|------------------------|--------------|
| kpickford | KP GEO Review 6/2/2021 | 6/2/2021 |

COMMENTS

Page 9 of 10

Action 30005

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CONDITIONS

| Created By Condition Condition Date | | | |
|--|------------|---|----------------|
| | Created By | Condition | Condition Date |
| kpickford Adhere to previous NMOCD Conditions of Approval 6/2/2021 | kpickford | Adhere to previous NMOCD Conditions of Approval | 6/2/2021 |

Action 30005