

Submit a Copy To Appropriate District
Office
District I – (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II – (575) 748-1283
811 S. First St., Artesia, NM 88210
District III – (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV – (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

| | | |
|--|--|---|
| SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) | | WELL API NO. 30-025-48468 |
| 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> | | 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator DEVON ENERGY PRODUCTION COMPANY, LP | | 6. State Oil & Gas Lease No. |
| 3. Address of Operator 333 W SHERIDAN AVE OKLAHOMA CITY, OK 73102 | | 7. Lease Name or Unit Agreement Name PARSELTONGUE 15 10 STATE COM |
| 4. Well Location Unit Letter <u>P</u> : <u>560</u> feet from the <u>SOUTH</u> line and <u>665</u> feet from the <u>EAST</u> line Section <u>15</u> Township <u>23S</u> Range <u>33E</u> NMPM County <u>LEA</u> | | 8. Well Number 23H |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3708 | | 9. OGRID Number 6137 |
| | | 10. Pool name or Wildcat BELL LAKE; WOLFCAMP, NORTH |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

| NOTICE OF INTENTION TO: | SUBSEQUENT REPORT OF: |
|--|--|
| PERFORM REMEDIAL WORK <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | COMMENCE DRILLING OPNS. <input type="checkbox"/> |
| DOWNHOLE COMMINGLE <input type="checkbox"/> | P AND A <input type="checkbox"/> |
| CLOSED-LOOP SYSTEM <input type="checkbox"/> | CASING/CEMENT JOB <input type="checkbox"/> |
| OTHER: <input type="checkbox"/> | OTHER: <input type="checkbox"/> |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Devon Energy Production Company, L.P. respectfully requests approval for optional surface casing/drilling plan of 10-3/4" surface casing inside of 13-1/2" surface hole at previously permitted set depths. Devon Energy Production Company, L.P. will circulate class C cement to surface behind the 10-3/4" casing. Devon also request a break test variance. Please see that attached documentation.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Chelsey Green TITLE REGULATORY PROFESSIONAL DATE 12/6/2022

Type or print name CHELSEY GREEN E-mail address: chelsey.green@dvn.com PHONE: 405-228-8595

For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any):

Parseltongue 15-10 State Com 23H

1. Geologic Formations

| | | | |
|---------------|-------|------------------------------|-----|
| TVD of target | 12475 | Pilot hole depth | N/A |
| MD at TD: | 22691 | Deepest expected fresh water | |

Basin

| Formation | Depth (TVD) from KB | Water/Mineral Bearing/Target Zone? | Hazards* |
|----------------------|---------------------------|--|----------|
| Rustler | 1301 | | |
| Salt | 1816 | | |
| Base of Salt | 5228 | | |
| Lamar | 5262 | | |
| Delaware | 5293 | | |
| Cherry Canyon | 7073 | | |
| Brushy Canyon | 7774 | | |
| 1st Bone Spring Lime | 9123 | | |
| Bone Spring 1st | 10268 | | |
| Bone Spring 2nd | 10774 | | |
| 3rd Bone Spring Lime | 11359 | | |
| Bone Spring 3rd | 11995 | | |
| Wolfcamp | 12339 | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

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

Parseltongue 15-10 State Com 23H

2. Casing Program (Primary Design)

| Hole Size | Csg. Size | Wt (PPF) | Grade | Conn | Casing Interval | | Casing Interval | |
|-----------|-----------|----------|-------|------|-----------------|---------|-----------------|----------|
| | | | | | From (MD) | To (MD) | From (TVD) | To (TVD) |
| 13 1/2 | 10 3/4 | 45.5 | H40 | BTC | 0 | 1326 | 0 | 1326 |
| 9 7/8 | 8 5/8 | 32 | P110 | TLW | 0 | 11995 | 0 | 11995 |
| 7 7/8 | 5 1/2 | 17 | P110 | BTC | 0 | 22691 | 0 | 12475 |

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

3. Cementing Program (Primary Design)

Devon requests to pump a two stage cement job on the intermediate casing string with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. If necessary, a top out consisting of Class C cement will be executed as a contingency. Devon will report to the NMOCD the volume of fluid (limited to 1 bbls) used to flush intermediate casing valves following backside cementing procedures.

| Casing | # Skis | TOC | Wt. ppg | Yld (ft3/sack) | Slurry Description |
|------------|--------|-------|---------|----------------|--|
| Surface | 550 | Surf | 13.2 | 1.44 | Lead: Class C Cement + additives |
| Int 1 | 475 | Surf | 13.0 | 2.3 | 2nd Stage: Bradenhead Squeeze - Lead: Class C Cement + additives |
| | 568 | 6676 | 13.2 | 1.44 | Tail: Class H / C + additives |
| Production | 117 | 9977 | 9 | 3.27 | Lead: Class H / C + additives |
| | 1431 | 11977 | 13.2 | 1.44 | Tail: Class H / C + additives |

| Casing String | % Excess |
|----------------|----------|
| Surface | 50% |
| Intermediate 1 | 30% |
| Prod | 10% |

Parseltongue 15-10 State Com 23H

4. Pressure Control Equipment (Three String Design)

| BOP installed and tested before drilling which hole? | | Size? | Min. Required WP | Type | ✓ | Tested to: |
|--|--|-------|------------------|------|---|--------------------------------|
| Int 1 | 13-5/8" | 5M | Annular | | X | 50% of rated working pressure |
| | | | Blind Ram | | X | 5M |
| | | | Pipe Ram | | | |
| | | | Double Ram | | X | |
| | | | Other* | | | |
| Production | 13-5/8" | 5M | Annular (5M) | | X | 100% of rated working pressure |
| | | | Blind Ram | | X | 10M |
| | | | Pipe Ram | | | |
| | | | Double Ram | | X | |
| | | | Other* | | | |
| | | | Annular (5M) | | | |
| | | | Blind Ram | | | |
| | | | Pipe Ram | | | |
| | | | Double Ram | | | |
| | | | Other* | | | |
| N | A variance is requested for the use of a diverter on the surface casing. See attached for schematic. | | | | | |
| Y | A variance is requested to run a 5 M annular on a 10M system | | | | | |

Parseltongue 15-10 State Com 23H

5. Mud Program (Three String Design)

| Section | Type | Weight (ppg) |
|--------------|-----------------|--------------|
| Surface | FW Gel | 8.5-9 |
| Intermediate | DBE / Cut Brine | 10-10.5 |
| Production | OBM | 10-10.5 |

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 | |
|-----------------------------|---|
| 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. |

| Additional logs planned | | Interval |
|-------------------------|-------------|-------------------------|
| | Resistivity | Int. shoe to KOP |
| | Density | Int. shoe to KOP |
| X | CBL | Production casing |
| X | Mud log | Intermediate shoe to TD |
| | PEX | |

7. Drilling Conditions

| Condition | Specify what type and where? |
|----------------------------|------------------------------|
| BH pressure at deepest TVD | 6811 |
| 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 | H ₂ S is present |
| Y | H ₂ S 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

Parseltongue 15-10 State Com 23H

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 pa.
- 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. A that time an approved BOP stack will be nipped 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

Section 2 - Blowout Preventer Testing Procedure

Variance Request

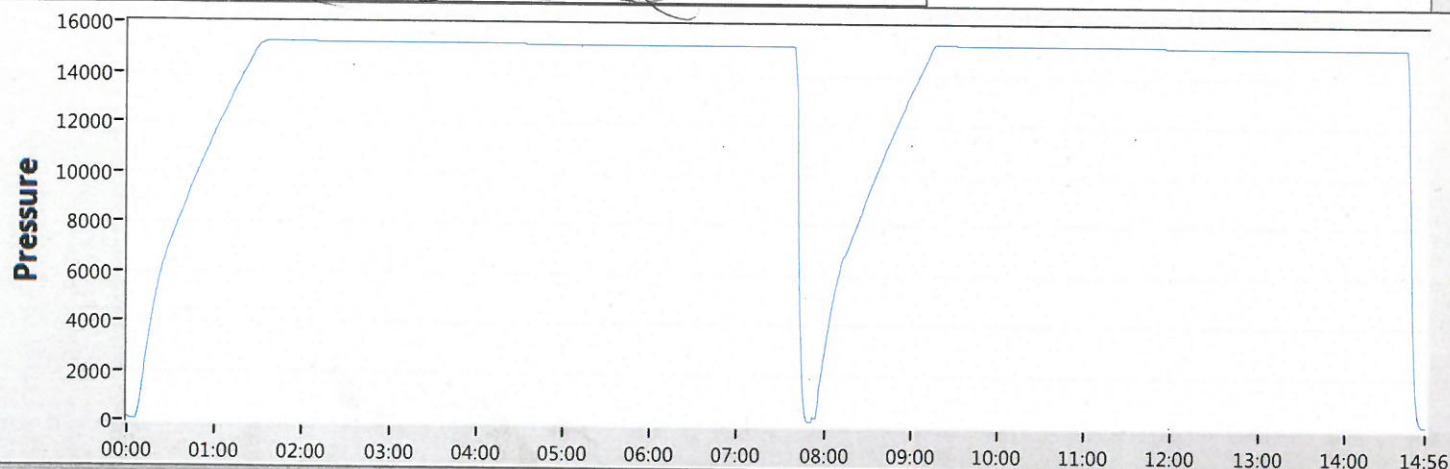
Devon Energy requests to only test BOP connection breaks after drilling out of surface casing and while skidding between wells which conforms to API Standard 53 and industry standards. This test will include the Top Pipe Rams, HCR, Kill Line Check Valve, QDC (quick disconnect to wellhead) and Shell of the 10M BOPE to 5M for 10 minutes. If a break to the flex hose that runs to the choke manifold is required due to repositioning from a skid, the HCR will remain open during the shell test to include that additional break. The variance only pertains to intermediate hole-sections and no deeper than the Bone Springs Formation where 5M BOP tests are required. The initial BOP test will follow OOGO2.III.A.2.i, and subsequent tests following a skid will only test connections that are broken. The annular preventer will be tested to 100% working pressure. This variance will meet or exceed OOGO2.III.A.2.i per the following: Devon Energy will perform a full BOP test per OOGO2.III.A.2.i before drilling out of the intermediate casing string(s) and starting the production hole, before starting any hole section that requires a 10M test, before the expiration of the allotted 14-days for 5M intermediate batch drilling or when the drilling rig is fully mobilized to a new well pad, whichever is sooner. We will utilize a 200' TVD tolerance between intermediate shoes as the cutoff for a full BOP test. The BLM will be contacted 4hrs prior to a BOPE test. The BLM will be notified if and when a well control event is encountered. Break test will be a 14 day interval and not a 30 day full BOPE test interval. If in the event break testing is not utilized, then a full BOPE test would be conducted.

1. Well Control Response:
 1. Primary barrier remains fluid
 2. In the event of an influx due to being underbalanced and after a realized gain or flow, the order of closing BOPE is as follows:
 - a) Annular first
 - b) If annular were to not hold, Upper pipe rams second (which were tested on the skid BOP test)
 - c) If the Upper Pipe Rams were to not hold, Lower Pipe Rams would be third

Cactus
Wellhead2-9-17
E Bell

80.7 °F

15:49



50

Date 02-09-17

Tested By E.BELL

Transducer bay2

Transducer Serial 181504

Calibration Date 9/6/15

| Job# | Part# | Serial# | Description | Test Pressure |
|------|-----------------|---------|--|---------------|
| 1 | TRJ0006341-0007 | 116966 | TRJ6341-7-1 ADPT,DRLG,CW,MBU-3T,13-5/8 10M | 15000 |
| 2 | | | | |
| 3 | | | | |
| 4 | | | | |
| 5 | | | TRANSDUCER CALIBRATION DUE 03/13/2017 | |
| 6 | | | | |
| 7 | | | | |
| 8 | | | | |



Start



Stop



Zero



Config



Save



Print

EXIT

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Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 164399

CONDITIONS

| | |
|---|--|
| Operator: DEVON ENERGY PRODUCTION COMPANY, LP 333 West Sheridan Ave. Oklahoma City, OK 73102 | OGRID: 6137 |
| | Action Number: 164399 |
| | Action Type: [C-103] NOI Change of Plans (C-103A) |

CONDITIONS

| | | |
|------------|-----------|----------------|
| Created By | Condition | Condition Date |
| pkautz | None | 12/7/2022 |