Form 3160-5 (August 2007)

OCD-ARTESIA

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No. NM-45235

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No Oil Well Gas Well Other Pure Gold C-17 Federal 9 2. Name of Operator Devon Energy Production Company, L.P. 9. API Well No. 30-015-27396 3a Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 20 N. Broadway Los Medanos; Delaware Oklahoma City, OK 73102 405-236-3511 4. Location of Well (Footage, Sec., T.R.M., or Survey Description) 2179 FNL & 1926 FEL G SEC 17 T23S R31E 11. Country or Parish, State Eddy County, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Deepen Acidize | Production (Start/Resume) Water Shut-Off ✓ Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation Other Add Pay Casing Repair New Construction Recomplete Subsequent Report Brushy Canyon Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) Devon Energy Production Company, L. P. respectfully requests to add pay in the Brushy Canyon as per the attached procedure. (See attached) RECEIVED JUL 15 2011 NMOCD ARTESIA Accepted for record - NMOCD SEE ATTACHED FOR 43CRF 3162.3-3: ... Prior approval is not required for routine fracturing, **CONDITIONS OF APPROVAL** acidizing, or recompletion in the same interval 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Judy A. Barnett Title Regulatory Specialist 06/01/2011 Signature THIS SPACE FOR FEDERAL OR Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify JUL 1 4 2011 that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and wallfully to make it a gradual title and section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and wallfully to make it a gradual title and section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and wallfully to make it a gradual title and title 43 U.S.C. Section 1212, make it a crime for any person knowingly and wallfully to make it a crime for any person knowingly and wallfully fictitious or fraudulent statements or representations as to any matter within its jurisdiction. (Instructions on page 2)



Pure Gold C-17 #9

AFE#

Objective - Set RBP & shoot Middle Bushy CYN. Will comingle at a later date.

API# - 30-015-27396

Location - Eddy Co. -- Sec 17 23S-31E

GL - 3350

KB - 3366' (16.5')

TD - 8070

PBTD - 8021

| Casing | OD | WT/FT | Grade | Тор | Bottom | тос | 80% Collapse (psi) | 80% Burst (psi) |
|--------------|--------|-------|-------|-----|--------|---------|--------------------------|-----------------------|
| Surface | 13-3/8 | - | - | 0 | 580 | Surface | | - |
| Intermediate | 8-5/8 | • | - | 0 | 4070 | Surface | | |
| Production | 5-1/2 | 17 | K-55 | 0 | 8070 | 3100' | 3928 | 4256 |
| Tubing | | | | | | • | · | |
| Production | 2-7/8 | 6.5 | J-55 | 0 | | - | 6144 | 5808 |

Current perforations: 7840-7908 (44 holes at 1 SPF) L. Brushy CYN - frac'd with 113,500#s of 16/30 sand.

Current BHA:

Tubing: 548 jts 2-7/8 tubing (7711), TAC, 4 jts tubing, 3ft blast joint, SN (7849), 4ft perf sub, 32 ft MA [7886]

Rods:1-1/2 PR 26ft, 65 1" N-90, 90 7/8" N-90, 150 3/4" N-90, 10 1" N-90, 2.5x1.25x22' RHBC pump w/ 18' Stanley Filter [7924]

DV Tool @ 5975'. Pumping Unit:

Procedure

- 1) Have anchors tested. Hot oil tubing & rods. Apply LOTO procedures. MIRU PU.
- 2) Unseat pump. POOH w/ rods & pump. Note conditions & quantity of rods to verify with wellview. ND WH. NU 3K manual BOP. Unset TAC & POOH w/ tubing & BHA.
- 3) PU 5-1/2 17# K-55 bit & scrapper. RIH to ~7810'. POOH.
- 4) RU WL. With WRBP, wire line set RBP @ 7820. Load & circulate casing with 2% KCL. Pressure test to 2000#s. Dump bail 2 sxs of sand on top of RBP. RIH w/ 3-1/8" slick gun 0.43" EHD holes @ 60° phasing. Perf Middle Brushy Canyon as follows:

7665-7674 (9ft_2SPF) 7704-7714 (10ft_1SPF)

7722-7727 (5ft_2SPF)

7746-7752 (6ft_2SPF)

6/1/2011



50 Total Shots

- 5) RIH w/ Weatherford 10K HD packer. Hydrotest tubing to 5800psi bellow slips. Set packer @ ~7600'.
- 6) Have reverse unit hold 500psi on backside. RU BJ services. Spearhead down tubing w/ 7.5% HCL acid continuing with frac as per BJ proposal #1. Call flush @ 2ppg on inline.
- 7) FLOW WELL BACK: If well isn't on a vacuum, open up well on a 10/64 choke. Flow well back at 30 BPH for the first 4 hours. Slowly open up to 60 BPH until well dies.
- 8) POOH w/ tubing & packer. RU WL. With 5-1/2 17# CBP. Set bridge plug @ 7180. Circulate & load hole w/ 2% KCL. Pressure test CBP to 2000 psi. RIH w/ 3-1/8" slick gun 0.43" EHD holes @ 60° phasing. Perf Upper Middle Brushy Canyon as follows:

7064-7074 (9ft_1SPF) 7111-7116 (5ft_2SPF) 7128-7131 (3ft_3SPF) 7134-7137 (3ft_3SPF) 37-Fotal Shots

- 9) RIH w/ tubing & packer. Set packer @ ~7000'.
- 10) Have reverse unit hold 500psi on backside. RU BJ services. Spearhead down tubing w/ 7.5% HCL acid continuing with frac as per BJ proposal #2. Call flush @ 2ppg on inline.
- 11) FLOW WELL BACK: If well isn't on a vacuum, open up well on a 10/64 choke. Flow well back at 30 BPH for the first 4 hours. Slowly open up to 60 BPH until well dies.
- 12) POOH w/ tubing & packer. RU air foam unit. RIH w/ mill tooth/cut-right bit. Drill out plug at 7180' & circulate hole clean to PBTD +/-7820'. POOH. RD air foam.
- 13) RIH w/ original BHA. Set SN ~7760' (22ft of rat hole). RIH w/ 1-1/2 bottom discharge pump. Contact Lynn Smith for what brand of pump he wants to run. New rod design to follow upon rigging up. RDMO PU. ***Will comingle with existing production at a later date.

Pure Gold C-17 Federal 9 30-015-27396 Devon Energy Production Company July 14, 2011 Conditions of Approval

- 1. Surface disturbance beyond the originally approved pad must have prior approval.
- 2. Closed loop system required.
- 3. Subsequent sundry with well test and wellbore schematic required.

TAM 071411