

ATS-11-983

30-015-39729

OCD-ARTESIA

Form 3160-3
(February 2005)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0137
Expires March 31, 2007

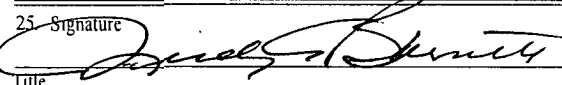
APPLICATION FOR PERMIT TO DRILL OR REENTER

1a Type of work <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5 Lease Serial No. NM-000503
1b Type of Well. <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6 If Indian, Allottee or Tribe Name
2 Name of Operator Devon Energy Production Co., LP		7 If Unit or CA Agreement, Name and No
3a Address 20 North Broadway OKC, OK 73102		8 Lease Name and Well No Cotton Draw 11 Federal Com 1H (38752)
3b Phone No. (include area code) (405)-235-3611		9 API Well No. 30-015-39729
4 Location of Well (Report location clearly and in accordance with any State requirements *) At surface 330' FSL & 660' FEL Unit P At proposed prod zone 330' FNL & 660' FEL Unit A		10 Field and Pool, or Exploratory Cotton Draw; Delaware South
14 Distance in miles and direction from nearest town or post office* Approximately 22 miles east of Loving, NM.		11 Sec, T. R. M. or Blk and Survey or Area Sec 11-25S-31E
15 Distance from proposed* location to nearest property or lease line, ft (Also to nearest drng unit line, if any) 330'	16 No of acres in lease 2360.8	17 Spacing Unit dedicated to this well E/2 E/2 160 acres
18 Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft See attached map	19 Proposed Depth 12,603' MD 8201' TVD PH: 8492'	20 BLM/BIA Bond No on file CO-1104
21 Elevations (Show whether DF, KDB, RT, GL, etc) 3418' GL	22 Approximate date work will start*	23 Estimated duration 45 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No 1, must be attached to this form

- | | |
|-----------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------|
| 1. Well plat certified by a registered surveyor | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office) | 6. Such other site specific information and/or plans as may be required by the BLM. |

25 Signature 	Name (Printed/Typed) Judy A. Barnett	Date 08/30/2011
Title Regulatory Specialist		

Approved by (Signature) /s/ Don Peterson	Name (Printed/Typed) /s/ Don Peterson	Date NOV 29 2011
FOR Title FIELD MANAGER		Office CARLSBAD FIELD OFFICE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon
Conditions of approval, if any, are attached.

APPROVAL FOR TWO YEARS

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

*(Instructions on page 2)

CARLSBAD CONTROLLED WATER BASIN

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

RECEIVED
NOV 29 2011
NMOC D ARTESIA

**APPROVAL SUBJECT TO
GENERAL REQUIREMENTS
AND SPECIAL STIPULATIONS
ATTACHED**

064

DISTRICT I --- CHECKLIST FOR INTENTS TO DRILL

28952 Operator Devon OGRID # 6137
Well Name & # Cotton Draw II Federal Com 1H Surface Type (F) (S) (P)
Location: UL P Sect 11 Township 28 s, RNG 31 e, Sub-surface Type (F) (S) (P)

A. Date C101 rec'd 11/25/2011 C101 reviewed 11/30/2011

B. 1. Check mark, Information is OK on Forms:

OGRID 6137, BONDING 11/30/2011, PROP CODE 11/30/2011, WELL # 1168, SIGNATURE 4
2. Inactive Well list as of: 11/30/2011 # wells 1168, # Inactive wells 4

a. District Grant APD but see number of inactive wells:

No letter required ✓; Sent Letter to Operator ✓, to Santa Fe ✓

3. Additional Bonding as of: 11/30/2011

a. District Denial because operator needs addition bonding:

No Letter required ✓; Sent Letter to Operator ✓, To Santa Fe ✓

b. District Denial because of Inactive well list and Financial Assurance:

No Letter required ✓; Sent Letter to Operator ✓, To Santa Fe ✓

C. C102 YES ✓, NO ✓ Signature ✓

1. Pool Cotton Draw; Delaware South, Code 96757

a. Dedicated acreage 160, What Units P-I-H-A

b. SUR. Location Standard ✓; Non-Standard Location ✓

c. Well shares acres: Yes ✓, No ✓, # of wells 160 plus this well # 4

2. 2nd. Operator in same acreage, Yes ✓, No ✓

Agreement Letter ✓, Disagreement letter ✓

3. Intent to Directional Drill Yes ✓, No ✓

a. Dedicated acreage 160, What Units P-I-H-A

b. Bottomhole Location Standard ✓, Non-Standard Bottomhole ✓

4. Downhole Commingle: Yes ✓, No ✓

a. Pool #2 ✓, Code ✓, Acres ✓

Pool #3 ✓, Code ✓, Acres ✓

Pool #4 ✓, Code ✓, Acres ✓

5. POTASH Area Yes ✓, No ✓

D. Blowout Preventer Yes ✓, No ✓

E. H2S Yes ✓, No ✓

F. C144 Pit Registration Yes ✓, No ✓

G. Does APD require Santa Fe Approval:

1. Non-Standard Location: Yes ✓, No ✓, NSL # ✓

2. Non-Standard Proration: Yes ✓, No ✓, NSP # ✓

3. Simultaneous Dedication: Yes ✓, No ✓, SD # ✓

Number of wells ✓ Plus # ✓

4. Injection order Yes ✓, No ✓; PMX # ✓ or WFX # ✓

5. SWD order Yes ✓, NO ✓; SWD # ✓

6. DHC from SF ✓; DHC-HOB ✓; Holding ✓

7. OCD Approval Date 11/30/2011

API #30-0 15-39729

8. Reviewers ✓