|  | 1   |  |   | 0.75-   | 111-70                              |  |
|--|---|--|---|---|-------------------------------------|--|
| Form 3149-3<br>(March 2012)  | UNITED STAFESO  | NFIDENT  | TAL   | FORM APPROVE<br>OMB No. 1004-013<br>Expires October 31, 2 | 19-10<br>D<br>7<br>014<br>1 N/M 948 |  |
| DEPART   | MENT OF THE INT   | ERIOR OCD AJ   | SL: NMLC  | Serial No. 196  | 092767                              |  |
| APPLICATION FO   | R PERMIT TO DRI   | CI-OR REENTER  | 6. If India   | in, Allotee or Tribe N                                    | √ame                                |  |
| a. Type of work:   | REENTER   | <u></u>  | 7. If Unit o  | or CA Agreement, Na                                       | me and No.                          |  |
| lb. Type of Well: 🗹 Oil Well 🔲 Gas   | Well Other  | Single Zone Multip   | yle•Zone   8. Lease 1<br>Agasti 27  | Vame and Well No.<br>Fed 4H                               |                                     |  |
| 2. Name of Operator Devon Energy Prod  | uction Co., L.P.  | Linda Good   | 9. API W.   | ell No.<br>215-4281                                       | 19                                  |  |
| <sup>3a.</sup> Address 333 W. Sheridan Ave.<br>Oklahoma City, OK 73102   | 3b. 1<br>405  | Phone No. <i>(include area code)</i><br>5-552-6558   | 10. Field an<br>Williams S  | Pool, or Explorator<br>Sink: Bone Spring                  | Y                                   |  |
| 4. Location of Well (Report location clearly of<br>At surface SWNE, 1885' FNL & 2240   | and in accordance with any State                                  | e requirements.*)  | 11. Sec., T. J<br>SL: 28-19<br>BL: 27-19  | R. M. or Blk.and Sur<br>S-31E<br>S-31E                    | vey or Area                         |  |
| At proposed prod. zone SENE, 2310' FI  | NL & 340' FEL, H;   | PP: 2310' FNL & 330' FW  | L   |   |                                     |  |
| 14. Distance in miles and direction from nearest<br>Approximately 14 miles SE of Loco Hill   | town or post office*<br>s, New Mexico.                            | <u>.</u>   | I2. County<br>Eddy  | or Parish   | 13. State<br>NM                     |  |
| 15. Distance from proposed* See attached r<br>location to nearest<br>property or lease line, ft.<br>(Also to nearest drig. unit line, if any)  | nap 16.<br>/ <b>d 8</b><br>320                                    | No. of acres in lease<br>• + / 2• +<br>• Acres   | <ul><li>17. Spacing Unit dedicat</li><li>160 Acres</li></ul>                              | ed to this well   |                                     |  |
| <ol> <li>Distance from proposed location*<br/>to nearest well, drilling, completed,<br/>applied for, on this lease, ft.</li> </ol>   | tached map 19.<br>15,   | Proposed Depth<br>269' MD / 8412' TVD  | 20. BLM/BIA Bond No.<br>CO1104 & NMB000   | /BIA Bond No. on file<br>4 & NMB000801                    |                                     |  |
| 21. Elevations (Show whether DF, KDB, RT, 3510.9' GL   | GL, etc.) 22<br>06  | Approximate date work will stat<br>/11/2014  | rt* 23. Estima<br>45 Days   | ted duration  |                                     |  |
|  | 24  | Attachments  |   |   |                                     |  |
| <ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on N<br/>SUPO must be filed with the appropriate For</li> </ol> | ational Forest System Lands<br>est Service Office).               | <ul> <li>and Gas Order No.1, must be an Use of the second sec</li></ul> | nached to this form:<br>he operations unless cover<br>sation<br>specific information and/ | ered by an existing b<br>or plans as may be re            | ond on file (see<br>equired by the  |  |
| 25. Signature D. Hand  |   | Name (Printed/Typed)   |   | Date  | olacul.                             |  |
| Title  |   | Linua Good   |   | - 4/0   | 5/2014                              |  |
| Approved by (Signature) James A. An  | 103   | Name (Printed/Typed)   |   | DateNO  | / 18 20                             |  |
| Title<br>FIELD MANAGER   |   | Office CARLSBA   |   |   |                                     |  |
| Application approval does not warrant or certify   | that the applicant holds lega                                     | l or equitable title to those right  | ts in the subject lease whi   | ch would entitle the a                                    | pplicant to                         |  |
| conduct operations thereon.<br>Conditions of approval, if any, are attached.   |   |  | APPROVAL F  | OR TWO YE   | ARS                                 |  |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section States any false, fictitious or fraudulent statemen   | ection 1212, make it a crime f<br>ts or representations as to any | or any person knowingly and w matter within its jurisdiction.  | villfully to make to any de   | partment or agency (                                      | of the United                       |  |
| (Continued on page 2)  | NM OIL<br>ART   | CONSERVATION<br>ESIA DISTRICT  |   | *(Instructions  | on page 2)                          |  |
| Cupitan Controlled Water Dasil   | ום  | EC 01 2014   |   |   |                                     |  |
|  | , F   | RECEIVED   |   |   |                                     |  |
|  |   | -<br>-<br>-  | SEE ATTAC   | HED FOR   |                                     |  |
| *  |   | . (  | CONDITION   | NS OF API   | PRÔVĂ                               |  |

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Approval Subject to General Requirements & Special Stipulations Attached

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#### Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access road proposed herein; that I am familiar with the conditions that presently 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 Devon Energy Production Company, L.P. 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.

I hereby also certify that I, or Devon Energy Production Company, L.P. have made a good faith effort to provide the surface owner with a copy of the Surface Use Plan of Operations and any Conditions of Approval that are attached to the APD.

Executed this 8<sup>th</sup> day of April, 2014. Printed Name: Linda Good Signed Name: <u>Invan Davo</u> Position Title: Regulatory Compliance Specialist Address: 333 W. Sheridan, OKC OK 73102 Telephone: (405)-552-6558 District.J 1625 N. French Dr., Hobbs, NM 38240 Phone: (575) 393-6161 Fax: (575) 393-6720 District JL 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District.III 1000 Ric Brazos Road, Aztee, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

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|   |                         | W               | ELL LO       | DCATIO                | N AND ACE             | REAGE DEDIC      | CATION PLA                    | \Τ        |               |  |  |
|---|-------------------------|-----------------|--------------|-----------------------|-----------------------|------------------|-------------------------------|-----------|---------------|--|--|
| 30-01                                   | S-4                     | 2819            | 97           | ² Pool Code<br>7650   | e                     | WC Willi         | WC Williams Sink; Bone Spring |           |               |  |  |
| 12011                                   | ĬO V                    |                 |              |                       | <sup>5</sup> Property | Name             |                               |           | 6 Well Number |  |  |
| COTE                                    | 177                     |                 |              |                       | AGASTI 2              | 7 FED            |                               |           | 4H            |  |  |
| OCKID                                   | <b>G</b> o.             |                 |              |                       | * Operator            | Name             |                               |           | " Elevation   |  |  |
| 6137                                    |                         |                 | DEV          | ON ENEF               | RGY PRODUC            | CTION COMPA      | NY, L.P.                      |           | 3510.9        |  |  |
|   |                         |                 |              |                       | <sup>10</sup> Surface | Location         |                               |           |               |  |  |
| UL or lot no.                           | Section                 | Township        | Range        | Lot Idn               | Feet from the         | North/South line | Feet from the                 | East/West | line County   |  |  |
| G                                       | 28                      | 19 S            | 31 E         |                       | 1885                  | NORTH            | 2240                          | EAST      | EDDY          |  |  |
|   |                         |                 | п Вс         | ottom Ho              | le Location I         | f Different Fron | n Surface                     |           |               |  |  |
| UL or lot no.                           | Section                 | Township        | Range        | Lot Idn               | Feet from the         | North/South line | Feet from the                 | East/West | line County   |  |  |
| H                                       | 27                      | 19 S            | 31 E         |                       | 2310                  | NORTH            | 340                           | EAST      | EDDY          |  |  |
| <sup>12</sup> Dedicated Acres<br>160.00 | s <sup>13</sup> Joint o | r Infill   '' C | onsolidation | Code <sup>15</sup> Or | der No.               |                  |                               |           |               |  |  |

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

|  | <sup>17</sup> OPERATOR CERTIFICATION  |
|--|---|
|  | to the best of my knowledge and belief, and that this organization either   |
|  | owns a working interest or unleased mineral interest in the land including  |
|  | the proposed bottom hole location or has a right to drill this well at this |
|  | location pursuant to a contract with an owner of such a mineral or working  |
| NW CORREN SEC. 28 N/4 Correct Sec. 26 Section Correct The Correct Sec. 29 $IAT = 32,6386715$ LAT = 32,6386715 LAT = 32,6386716 LAT = 32,6386809 N LAT = 32,6387061 N LAT = 32,6387061 N LAT = 32,6387061 N LAT = 32,638708 N LAT =   | interest, or to a voluntary pooling agreement or a compulsory pooling       |
| LUND         E 103.66.261/53         Cond.   | order herefolige entered by the division.                                   |
| ACASTI 27 FED #4H  | Amala Xabaca 4/2/2014   |
| ELEV. = 3510.9'       BOTTOM OF HOLE         LAT. = 32.6534931'N (NA083)       LAT. = 32.6523567'N         LONG. = 103.8729274'W       D         DNGC = 505.67729274'W       D   | Linda Good  |
| NMSP EAST (r) G<br>N = $594502.72$ 1 1 $-1$ $-1000000000000000000000000000000000000$   | Printed Nome  |
| E = 583068.50 [ SURACE   | linda.good@dvn.com  |
| USA NINCC-000022, 2  | E-mail Address  |
| 192767 10120000000000000000000000000000000000  |   |
| $\frac{1}{1000} = \frac{1}{1000} = 1$ | <b>*SURVEYOR CERTIFICATION</b>  |
| E = 680034.38 $E = 685313.22$ Completion Interval  | I hereby certify that the well location shown on this                       |
|  | plat was plotted from field notes of actual surveys                         |
| NOTE: LATITUDE AND LONGITUDE COORDINATES ARE<br>SHOWN LISING THE NORTH AMERICAN DATION OF 1983   | made by me or under my supervision, and that the                            |
| (NADB3): LISTED NEW MEXICO STATE PLANE EAST<br>CONDINATES ABE GRID (NADB3) BASIS OF BEARING  | same is trug and correct to the best of my belief.                          |
| AND DISTANCES USED ARE INEW MEXICO STATE PLANE<br>EAST COORDINATES MODIFIED TO THE SURFACE.  | APRIL 2:2001 NMEL   |
| SW CORNER SEC. 28 S/4 CORNER SEC. 28 SECTION CORNER S/4 CORNER SEC. 27 SE CORNER SEC. 27   | Date of Survey 2 6  |
| LAI, = 32.624143677 LAI, = 32.6241512 N LAI, = 32.6241517 Scheduler Schedule   | 1 112707 D  |
| NMSP         EAST         (FT)         N         S 91089.50         N $= 591106.00$ N $= 591120.39$ N $= 591151.53$ F $= 590120.39$ N $= 591151.53$ F $= 590120.39$ N $= 591120.39$ N $= 591151.53$ F $= 590120.39$ N $= 591120.39$  | Jan blog the alle   |
| E = 0000100 E = 0000100  | J. Cur In Allen 200   |
|  | Signature and Seat of Fore-kiount Surveyor                                  |
|  | Certificate Number DETAINOVE JAR MILLO, PLS 12797                           |
|  | SURVEY NO. 2289B  |













PETRA 3/18/2014 11:33:24 AM

**t** :-

#### DRILLING PROGRAM

# Devon Energy Production Company, L.P. Agasti 27 Fed **#**H 4 H

#### 1. Geologic Name of Surface Formation: Quaternary

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# 2. Estimated Tops of Geological Markers & Depths of Anticipated FW, Oil, or Gas:

| Quat Alluvium       | 103  | Fresh Water |
|---------------------|------|-------------|
| Rustler             | 537  | Barren      |
| Top of Salt         | 661  | Barren      |
| Base of Salt/Tansil | 2112 | Barren      |
| Capitan             | 2562 | Barren      |
| Capitan base        | 3860 | Barren      |
| Delaware            | 4330 | Oil         |
| Bone Spring Lm      | 6847 | Oil         |
| 1st BSPG Sand       | 8173 | Oil         |
| 1st BSPG Sand Upr   | 8176 | Oil         |
| 1st BSPG Sand Mid   | 8217 | Oil         |
| 1st BSPG Sand Lwr   | 8290 | Oil         |
| 2nd BSPG Lime       | 8412 | Oil         |
|                     |      |             |

Total Depths

8412' TVD 15269' MD

No Pilot Hole

#### 3. Pressure Control Equipment:

The BOP system used to drill the 17-1/2" hole will consist of a **20" 2M** Annular preventer. The BOP system will be tested as a **2M** system per BLM Onshore Oil and Gas Order 2 prior to drilling out the casing shoe.

A 3M 13-5/8" BOP system (Double Ram and Annular preventer) will be installed and tested prior to drilling out the first and second intermediate hole sections. The BOP system will be tested as a **3M** system per BLM Onshore Oil and Gas Order 2 prior to drilling out the casing shoes.

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 3,000 psi WP.

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Devon requests a variance to use a flexible line with flanged ends between the BOP and the choke manifold (choke line); if an H&P rig drills this well. Otherwise no flex line is needed. The line will be kept as straight as possible with minimal turns.

### **Auxiliary Well Control and Monitoring Equipment:**

- a. A Kelly cock will be in the drill string at all times.
- **b.** A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor at all times.

#### 4. Casing Program:



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| Hole<br>Size | Hole Interval | Casing<br>OD | Casing<br>Interval | Weight<br>(lb/ft) | Collar | Grade | Collapse<br>Design<br>Factor | Burst<br>Design<br>Factor | Tension<br>Design<br>Factor |
|--------------|---------------|--------------|--------------------|-------------------|--------|-------|------------------------------|---------------------------|-----------------------------|
| 26"          | 0 - 608,20    | 20"          | 0-600              | 94                | STC    | H-40  | 1.85                         | 5.45                      | 10.30                       |
| 17-1/2″      | 600-2400      | 13-3/8"      | 0 - 2400'          | 61                | втс    | J-55  | 1.23                         | 2.48                      | 6.57                        |
| 12-1/4"      | 2400-4200'    | 9-5/8"       | 0-4200'            | 40                | LTC    | J-55  | 1.31                         | 2.01                      | 3.10                        |
| 8-3/4"       | 4200-15269'   | 5-1/2"       | 0-15269'           | 17                | BTC    | P-110 | 1.89                         | 2.70                      | 2.10                        |

#### Casing Notes:

- All casing is new and API approved
- Additional Casing Notes

#### Maximum Lateral TVD: 8412'

# 5. Proposed mud Circulations System:

| Depth (     | Mud Weight | Viscosity | Fluid Loss | Type System |  |
|-------------|------------|-----------|------------|-------------|--|
| 0-650       | 8.4-9.0    | 30-34     | N/C        | FW          |  |
| 650-2400'   | 10.0       | 28-32     | N/C        | Brine       |  |
| 2400-4200'  | 8.4-9.0    | 28-32     | N/C        | FW          |  |
| 4200-13873' | 8.4-9.0    | 28-32     | N/C-12     | FW          |  |

The necessary mud products for weight addition and fluid loss control will be on location at all times. Visual mud monitoring equipment will be in place to detect volume changes indicating loss or gain of circulating fluid volume. If abnormal pressures are encountered, electronic/mechanical mud monitoring equipment will be installed.

# 6. Cementing Table:

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| String            | Number<br>of sx | Weight<br>lbs/gal | Water<br>Volume<br>g/sx | Yield<br>cf/sx | Stage;<br>Lead/Tail  | Slurry Description   |
|-------------------|-----------------|-------------------|-------------------------|----------------|----------------------|--|
| Surface           | 725             | 13.5              | 9.14                    | 1.73           | Lead                 | Class C + 1% bwoc Calcium Chloride + 0.125 lbs/sack Cello Flake + 4% bwoc Bentonite + 81.1% Fresh Water  |
| Sunace            | 300             | 14.8              | 6.35                    | 1.35           | Tail                 | Class C + 0.125 lbs/sack Cello Flake + 2% bwoc Calcium Chloride + 56.3% Fresh Water  |
| 1 <sup>st</sup>   | 1336            | 12.6              | 8.23                    | 1.66           | Lead                 | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>lbs/sack Cello Flake + 3 lbs/sack LCM-1 + 0.25% bwoc FL-52 +<br>1.5% bwoc Sodium Metasilicate + 83.7% Fresh Water               |
| Intermediate      | 450             | 13.8              | 6.42                    | 1.38           | Tail                 | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>Ibs/sack Cello Flake + 0.5% bwoc Sodium Metasilicate + 0.5%<br>bwoc BA-10A + 4% bwoc MPA-5 + 65.3% Fresh Water                  |
|                   | 881             | 12.8              | 8.4                     | 1.67           | 1 <sup>st</sup> Lead | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>Ibs/sack Cello Flake + 0.25% bwoc FL-52 + 1.5% bwoc Sodium<br>Metasilicate + 3 lbs/sack Kol-Seal, bulk + 85.4% Fresh Water      |
| 1 <sup>st</sup>   | 500             | 13.8              | 6.41                    | 1.38           | 1 <sup>st</sup> Tail | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>lbs/sack Cello Flake + 0.1% bwoc Sodium Metasilicate + 0.5%<br>bwoc BA-10A + 4% bwoc MPA-5 + 65.2% Fresh Water                  |
| Intermediate      |                 |                   | r                       |                |                      | DVT @ \$50" 696'   |
| 2 Stage<br>Option | 329             | 12.8              | 8.4                     | 1.67           | 2 <sup>nd</sup> Lead | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>lbs/sack Cello Flake + 0.25% bwoc FL-52 + 1.5% bwoc Sodium<br>Metasilicate + 3 lbs/sack Kol-Seal, bulk + 85.4% Fresh Water      |
| ° COIX            | 120             | 13.8              | 6.42                    | 1.38           | 2 <sup>nd</sup> Tail | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>lbs/sack Cello Flake + 0.1% bwoc Sodium Metasilicate + 0.5%<br>bwoc BA-10A + 4% bwoc MPA-5 + 65.3% Fresh Water                  |
| 2 <sup>st</sup>   | 485             | 12.6              | 8.81                    | 1.73           | Lead                 | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.2%<br>bwoc R-3 + 0.125 lbs/sack Cello Flake + 3 lbs/sack LCM-1 + 0.25%<br>bwoc FL-52 + 1% bwoc Sodium Metasilicate + 89.6% Fresh Water |
| Intermediate      | 929             | 13.8              | 6.41                    | 1.38           | Tail                 | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>lbs/sack Cello Flake + 0.1% bwoc Sodium Metasilicate + 0.5%<br>bwoc BA-10A + 4% bwoc MPA-5 + 65.2% Fresh Water                  |
|                   | 864             | 12.6              | 8.81                    | 1.73           | 1 <sup>st</sup> Lead | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.2%<br>bwoc R-3 + 0.125 lbs/sack Cello Flake + 3 lbs/sack LCM-1 + 0.25%<br>bwoc FL-52 + 1% bwoc Sodium Metasilicate + 89.6% Fresh Water |
| 2 <sup>nd</sup>   | 300             | 13.8              | 6.41                    | 1.38           | 1 <sup>st</sup> Tail | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>Ibs/sack Cello Flake + 0.1% bwoc Sodium Metasilicate + 0.5%<br>bwoc BA-10A + 4% bwoc MPA-5 + 65.2% Fresh Water                  |
| Intermediate      |                 |                   |                         |                |                      | DVT @ 2450'  |
| 2 Stage           | 394             | 12.8              | 8.23                    | 1.66           | 2 <sup>nd</sup> Lead | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>Ibs/sack Cello Flake + 3 Ibs/sack LCM-1 + 0.25% bwoc FL-52 +<br>1.5% bwoc Sodium Metasilicate + 83.7% Fresh Water               |
|                   | 150             | 13.8              | 6.42                    | 1.38           | 2 <sup>nd</sup> Tail | (60:40) Poz (Fly Ash):Class C + 5% bwow Sodium Chloride + 0.125<br>Ibs/sack Cello Flake + 0.5% bwoc Sodium Metasilicate + 0.5%<br>bwoc BA-10A + 4% bwoc MPA-5 + 65.3% Fresh Water                  |
| Draduction        | 785             | 12.5              | 11.01                   | 2.01           | Lead                 | (35:65) Poz (Fly Ash):Class H + 3% bwow Sodium Chloride + 0.2%<br>bwoc R-3 + 0.125 lbs/sack Cello Flake + 0.7% bwoc FL-52 + 0.3%<br>bwoc ASA-301 + 6% bwoc Bentonite + 105.5% Fresh Water          |
| Let COA           | 1859            | 14.2              | 5.77                    | 1.28           | Tail                 | (50:50) Poz (Fly Ash):Class H + 5% bwow Sodium Chloride + 0.3%<br>bwoc CD-32 + 0.5% bwoc FL-25 + 0.4% bwoc FL-52 + 0.5% bwoc<br>Sodium Metasilicate + 57.3% Fresh Water                            |

|            | 606         | 12.5 | 11.02 | 2.01 | 1 <sup>st</sup> Lead | (35:65) Poz (Fly Ash):Class H Cement + 3% bwow Sodium Chloride<br>+ 0.125 lbs/sack Cello Flake + 0.7% bwoc FL-52 + 0.3% bwoc ASA-<br>301 + 6% bwoc Bentonite + 105.6% Fresh Water |  |  |  |
|------------|-------------|------|-------|------|----------------------|---|--|--|--|
| Broduction | 1787        | 14.2 | 5.76  | 1.28 | 1 <sup>st</sup> Tail | (50:50) Poz (Fly Ash):Class H Cement + 5% bwow Sodium Chloride<br>+ 0.3% bwoc CD-32 + 0.5% bwoc FL-25 + 0.5% bwoc FL-52 + 0.3%<br>bwoc Sodium Metasilicate + 57.2% Fresh Water    |  |  |  |
| 2 Stage    | DVT @ 5000' |      |       |      |                      |   |  |  |  |
| 2 Stage    | 205         | 11.4 | 17.69 | 2.88 | 2 <sup>nd</sup> Lead | Class C Cement + 1% bwoc R-3 + 0.125 lbs/sack Cello Flake + 0.3%<br>bwoc FL-52 + 3% bwoc Sodium Metasilicate + 157% Fresh Water   |  |  |  |
|            | 100         | 13.8 | 6.4   | 1.37 | 2 <sup>nd</sup> Tail | (60:40) Poz (Fly Ash):Class C Cement + 5% bwow Sodium Chloride<br>+ 0.125 lbs/sack Cello Flake + 0.5% bwoc BA-10A + 4% bwoc MPA-<br>5 + 65.1% Fresh Water                         |  |  |  |

# **TOC for all Strings:**

| Surface        |   | 0′   |
|----------------|---|--|
| Intermediate 1 | @ | 0′   |
| Intermediate 2 | @ | 0'   |
| Production     | @ | 2512' (Prod Cmt to tie-back 50' above Capitan Reef at 2562'<br>(TOC = 2512') |

# Notes:

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- Cement volumes based on at least Surface-75%, Intermediate 1-75%, Intermediate 2-50%, Production based on at least 25% excess
- Actual cement volumes will be adjusted based on fluid caliper and caliper log data
- If lost circulation is encountered while drilling the production and/or the intermediate wellbores, a DV tool will be installed a minimum of 50' below the previous casing shoe and of 200' above the current shoe. If the DV tool has to be moved, the cement volumes will be adjusted proportionately.

# 7. Logging, Coring, and Testing Program:

- a. Drill stem tests will be based on geological sample shows.
- b. If a drill stem test is anticipated, a procedure, equipment to be used, and safety measures will be provided via sundry notice to the BLM.
- c. Resistivity and porosity logs are planned below the intermediate casing point. Stated logs run will be named in the Completion Report and submitted to the BLM.
- d. No coring program is planned
- e. Additional Testing will be initiated subsequent to setting the production casing. Specific intervals will be targeted based on log evaluation, geological sample shows, and drill stem tests.

#### 8. **Potential Hazards**:

a. No abnormal pressures or temperatures are expected. There is no known presence of H2S in this area, and none is anticipated to be encountered. If H2S is encountered the operator will comply with the provisions of Onshore Oil and Gas Order No. 6. All personnel will be familiar with all aspects of safe operation being used to drill this well. Estimated BHP: 3785 psi, and estimated BHT: 130 degrees.

b. Hydrogen Sulfide detection equipment will be in operation after drilling out the surface casing shoe until the production string is cemented. Breathing equipment will be on
 Iocation upon drilling the surface casing shoe until total depth is reached.

#### 9. Anticipated Starting Date and Duration of Operations:

a. Road and location construction will begin after the BLM has approved the APD. Anticipated spud date will be as soon after BLM approval and as soon as a rig will be available. Move in operations and drilling is expected to take 20 days. If production casing is run then an additional 30 days will be needed to complete well and construct surface facilities and/or lay flow lines in order to place well on production.

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5D Plan Report

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5D Plan Report

| <b>Devon Energy</b> | <b>V</b>                 |
|---------------------|--------------------------|
| Field Name:         | Eddy Co, NM (Nad 83 NME) |
| Site Name:          | Agasti 27 Fed 4H         |
| Well Name:          | Agasti 27 Fed 4H         |
| Plan:               | P1:V1                    |
|                     |                          |

17 March 2014



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|                             |   | Agasti 27                                    | 7 Fed 4H                    |                              |   |
|-----------------------------|---|--|-----------------------------|------------------------------|---|
|                             | Map Units : US ft                                   |  | Company Name :              | Devon Energy                 | ,   |
|                             | Vertical Referenc                                   | e Datum (VRD) : Mean S                       | Sea Level                   |                              |   |
| Field Name                  | Projected Coordin                                   | nate System : NAD83 / N                      | lew Mexico East (ftUS)      |                              |   |
| Eddy Co, NM<br>(Nad 83 NME) | Comment :   | •  |                             |                              |   |
|                             | 8<br>9  | <u>.</u> .                                   |                             |                              |   |
|                             | Units: US ft  | North Reference :                            | Grid <b>Convergen</b>       | ce Angle : 0.25              |   |
| SiteName                    | Position  | Easting : 683068.50                          | US ft Longitude : 3         | 2° 38 0.57<br>=103°'52' 22.5 | 4"  |
| Access Minder Head          | Elevation above I                                   | Mean Sea Level:3511.00                       | US ft                       |                              |   |
| · Agasu 22 Feor<br>4년       | Comment :   |  |                             |                              |   |
|                             |   | Position (Offs                               | ets relative to Site Centre |                              |   |
|                             | +N/-S:0.00 US                                       | ft Northing :594502.7                        | 2 US ft Latitude : 3        | 2°38'0.57"                   |   |
| Slot Name                   | +E/-W:0.00 US                                       | ft Easting :683068.50                        | US ft Longitude :           | -103°52'22.54'               |   |
| Agasti 27 Fed               | Slot TVD Referen                                    | ce: Ground Elevation                         |                             |                              |   |
| 408                         | Elevation above P                                   | fean Sea Level : 3511.0                      | 0 US ft                     |                              |   |
|                             | Comment :   |  |                             |                              |   |
|                             | Type : Main well                                    |  | UWI:                        | <b>Plan :</b> P1:V1          |   |
| Well Name                   | Rig Height <i>Drill I</i><br>Relative to Mean<br>ft | Floor : 26.00 US ft<br>Sea Level: 3537.00 US | Comment :                   |                              |   |
| Adasti 27/Fed               | Closure Distance                                    | : 7190.85 US ft                              | Closure Azimuth : 92.847    | 70                           |   |
| 46                          | Vertical Section (                                  | Position of Origin Relat                     | tive to Slot )              |                              |   |
|                             |   | +N / -S: 0.00 US ft                          | +E / -W: 0.00 US ft         | Az :92.85°                   |   |
|                             | Magnetic Parame                                     | ters   |                             |                              |   |
|                             | Model : BGGM  | Field Strength :<br>48538.6nT                | <b>Dec :</b> 7.52°          | <b>Dip :</b> 60.43°          | <b>Date :</b><br>15/May/2014              |
| TargetSet                   |   |  |                             |                              |   |
| Name : Agasti 2             | 7 Fed 4H Number o                                   | of Targets : 1                               |                             | <u> </u>                     |   |
| Comment :                   |   |  |                             |                              |   |
| Target                      |   | Position (Re                                 | elative to Slot centre)     |                              |   |
| - Name₽ ₽                   | N / -S: -357.16US                                   | ft Northing :                                | 594145.56 US ft Latitu      | de : 32°37'56.7              | 3"  |
| PBHL4H +                    | E / -W -: 7181.97 (                                 | JS ft Easting : 69                           | 90250.47US ft Longit        | <b>ude :</b> -103°50!        | 58.57"                                    |
| Shapes TV                   | D (Drill Floor) : 8                                 | 3412.00 US ft                                |                             |                              |   |
| Cupold                      |   |  |                             |                              |   |
| Ο                           | rientation Azimu                                    | th:0.00° In                                  | clination : 0.00°           |                              |   |
| D                           | imensions Length                                    | 1:20.00 US ft Bro                            | eadth : 20.00 US ft H       | leight : 20.00 L             | IS ft                                     |
|                             |   |  |                             |                              |   |
|                             |   |  |                             |                              |   |
| Well path created usi       | ng minimum curvature                                |  |                             |                              |   |
| Callison Down (D. 1         |   |  |                             | ,                            |   |
| MD Inc                      |   | NLOISEL                                      | DUS VS BRate                | T <u>Rate</u> Tr             | and Commany                               |
| (USA) (P)                   | (050  | ) (US fb) (US fb) (US fb)                    | (9/100/US (USIR) (9/100/US  | (%/100 US                    | (P) + · · · · · · · · · · · · · · · · · · |

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| Salient Point | s (Relative t  | o Sloti centr<br>Az | e, TVD relativ<br>TVD | eto Drill(F<br>N.Offset | loor )<br>ElOfíseti | DLS      | /SiBiRate     | TRate              | . THERE                | <u>Connent</u>   |
|---------------|----------------|---------------------|-----------------------|-------------------------|---------------------|----------|---------------|--------------------|------------------------|--|
| (USH)         | (10)<br>       | 92                  |                       |                         | Roendy G            | ii)      | STON (0)      | 5 // <u>100</u> /0 |                        |  |
| 7751.09       | 0.00           | 0.00                | 7751.09               | 0.00                    | 0.00                | 0.00 -0  | .00 0.00      | 0.00               | 0.00                   | КОР  |
| 8643.48       | 89.24          | 92.85               | 8324.00               | -28.08                  | 564.65              | 10.00 56 | 5.35 10.00    | 0.00               | 92.85                  | LP   |
| 15269.56      | 89.24          | 92.85               | 8412.00               | -357.16                 | 7181.97             | 0.00 719 | 0.85 0.00     | 0.00               | 0.00                   | PBHL 4H  |
| Interpolated  | Points (Rela   | tive to Slot        | centre, TVD i         | elative to 🕻            | Drill Floor )       |          | A CARLES      | 1                  |                        | e sa contra da serie |
| MD            | inc a          | AZ -                | TVD                   | . N.Offse               | E.Offset            | * VS     |               | Northing 🕅         | Easting                | Comment :  |
|               | (9)            | (9)                 | 2. (US(it)).          | ( <u>US</u> (ft)        | (US10)              | (US(0))  | (9/100 US(f)) |                    | (US.(t))               |  |
| 7700.00       | 0.00           | 0.00                | 7700.00               | 0.00                    | 0.00                | -0.00    | 0.00          | 594502.72          | 683068.50              | KOR  |
| 7800.00       | 4 89           | 0.00                | 7700 04               | -0.10                   | 2.08                | -0.00    | 10.00         | 594502.72          | 683070 58              | KOP  |
| 7900.00       | 14.89          | 92.85               | 7898.33               | -0.10                   | 19.22               | 19.24    | 10.00         | 594501.76          | 683087.72              |  |
| 8000.00       | 24:89          | 92.85               | 7992.24               | -2.64                   | 53.16               | 53.22    | 10.00         | 594500.08          | 683121.66              |  |
| 8100.00       | 34.89          | 92.85               | 8078.83               | -5.12                   | 102.87              | 102.99   | 10.00         | 594497.60          | 683171.37              |  |
| 8200.00       | 44.89          | 92.85               | 8155.46               | -8.30                   | 166.84              | 167.04   | 10.00         | 594494.42          | 683235.34              |  |
| 8300.00       | 54.89          | 92.85               | 8219.80               | -12.09                  | 243.13              | 243.43   | 10.00         | 594490.63          | 683311.63              |  |
| 8400.00       | 64:89          | 92.85               | 8269.90               | -16.38                  | 329.42              | 329.83   | 10.00         | 594486.34          | 683397.92              |  |
| 8500.00       | 74.89          | 92.85               | 8304.24               | -21.04                  | 423.09              | 423.61   | 10.00         | 594481.68          | 683491.59              |  |
| 8600.00       | 84.89          | 92.85               | 8321.77               | -25.92                  | 521.29              | 521.93   | 10.00         | 594476.80          | 683589.79              |  |
| 8643.48       | 89.24          | 92.85               | 8324:00               | -28:08                  | 564.65              | 565.35   | 10.00         | 594474:64          | 683633.15              | LP   |
| 8700.00       | 89.24          | 92.85               | 8324.75               | -30.89                  | 621.09              | 621.86   | 0.00          | 594471.83          | 683689.59              |  |
| 8800.00       | 89.24          | 92.85               | 8326.08               | -35.85                  | 720.96              | 721.85   | 0.00          | 594466.87          | 683789.46              |  |
| 8900.00       | 89.24          | 92.85               | 8327.40               | -40.82                  | 820.83              | 821.84   | 0.00          | 594461.90          | 683889.33              |  |
| 9000.00       | 89.24          | 92.85               | 8328.73               | -45.79                  | 920.70              | 921.83   | 0.00          | 594450.93          | 684089.20              |  |
| 9700.00       | 80 74          | 92.05               | 8330.00               | -50.75                  | 1120.30             | 1121.82  | 0.00          | 5044431.97         | 684189.00              |  |
| 9300.00       | 89.24          | 92.05               | 8337.33               | -50.69                  | 1220.43             | 1221,02  | 0.00          | 594442 03          | 684288 80              |  |
| 9400.00       | 89.24          | 92.85               | 8334.04               | -65.65                  | 1320.17             | 1321.80  | 0.00          | 594437.07          | 684388.67              |  |
| 9500.00       | 89.24          | 92.85               | 8335.37               | -70.62                  | 1420.03             | 1421.79  | 0.00          | 594432.10          | 684488.53              |  |
| 9600.00       | 89.24          | 92,85               | 8336.70               | -75.58                  | 1519.90             | 1521,78  | 0.00          | 594427.14          | 684588.40              |  |
| 9700.00       | 89.24          | 92.85               | 8338.03               | -80.55                  | 1619.77             | 1621.77  | 0.00          | 594422.17          | 684688.27              |  |
| 9800.00       | 89.24          | 92.85               | 8339.36               | -85.52                  | 1719.64             | 1721.76  | 0.00          | 594417.20          | 684788.14              |  |
| 9900.00       | 89.24          | 92.85               | 8340.69               | -90.48                  | 1819.50             | 1821.75  | 0.00          | 594412.24          | 684888.00              |  |
| 10000.00      | 89.24          | 92.85               | 8342.01               | -95.45                  | 1919.37             | 1921.74  | 0.00          | 594407.27          | 684987.87              |  |
| 10100.00      | 89.24          | 92.85               | 8343.34               | -100.42                 | 2019.24             | 2021.73  | 0.00          | 594402.30          | 685087.74              |  |
| 10200.00      | 89.24          | 92.85               | 8344.67               | -105.38                 | 2119.11             | 2121.73  | 0.00          | 594397.34          | 685187.61              |  |
| 10299.99      | 89.24          | 92.85               | 8346.00               | -110.35                 | 2218.97             | 2221.72  | 0.00          | 594392.37          | 685287.47              |  |
| 10399.99      | 89.24          | 92.85               | 8347.33               | -115.32                 | 2318.84             | 2321.71  | 0.00          | 594387.40          | 685387.34              |  |
| 10499.99      | 89.24          | 92.85               | 8348.65               | -120.28                 | 2418:71             | 2421.70  | 0.00          | 594382.44          | 685487.21              |  |
| 10599.99      | 89.24          | 92.85               | 8349.98               | -125.25                 | 2518.58             | 2521.69  | 0.00          | 594377.47          | 685587.08              |  |
| 10699.99      | 89.24          | 92.85               | 8351.31               | -130.22                 | 2618.44             | 2621.68  | 0.00          | 594372.50          | 685686.94              |  |
| 10799.99      | 89.24          | 92.85               | 8352.64               | -135.18                 | 2718.31             | 2721.67  | 0.00          | 594367.54          | 685786.81              |  |
| 10099.99      | 89.24          | 92.85               | 8353.97               | -140.15                 | 2818:18             | 2821.00  | 0.00          | 594302.57          | 082880.08<br>695096 55 |  |
| 11099.99      | 89.24          | 92.85               | 8356.62               | -150.08                 | 3017.97             | 3021.64  | 0.00          | 594352.64          | 686086 42              |  |
| 11199.99      | 89.24          | 92.85               | 8357.95               | -155.05                 | 3117.78             | 3121.64  | 0.00          | 594347.67          | 686186.28              |  |
| 11299.99      | 89.24          | 92.85               | 8359.28               | -160.01                 | 3217.65             | 3221.63  | 0.00          | 594342.71          | 686286.15              |  |
| 11399.99      | 89.24          | 92.85               | 8360.61               | -164.98                 | 3317.52             | 3321.62  | 0.00          | 594337.74          | 686386.02              |  |
| 11499.99      | 89.24          | 92.85               | 8361.94               | -169.95                 | 3417.39             | 3421.61  | 0.00          | 594332.77          | 686485.89              |  |
| 11599.99      | 89.24          | 92.85               | 8363.26               | -174.91                 | 3517.25             | 3521.60  | 0.00          | 594327.81          | 686585.75              |  |
| 11699.99      | 89.24          | 92.85               | 8364.59               | -179.88                 | 3617.12             | 3621.59  | 0.00          | 594322.84          | 686685.62              |  |
| 11799.99      | 89.24          | 92.85               | 8365.92               | -184.85                 | 3716.99             | 3721.58  | 0.00          | 594317.87          | 686785.49              |  |
| 11899.99      | 89.24          | 92.85               | 8367.25               | -189.81                 | 3816.86             | 3821.57  | 0.00          | 594312.91          | 686885.36              |  |
| 11999.99      | 89.24          | 92.85               | 8368.58               | -194.78                 | 3916.72             | 3921.56  | 0.00          | 594307.94          | 686985.22              |  |
| 12099.99      | 89.24          | 92.85               | 8369.90               | -199.75                 | 4016.59             | 4021.55  | 0.00          | 594302.97          | 687085.09              |  |
| 12199.99      | 89.24          | 92.85               | 8371.23               | -204.71                 | 4116.46             | 4121.55  | 0.00          | 594298.01          | 687184.96              |  |
| 12299.99      | 89.24          | 92.85               | 8372.56               | -209.68                 | 4216.33             | 4221.54  | 0.00          | 594293.04          | 687284.83              |  |
| 12400.00      | 89.24          | 92.85               | 83/3.89               | -214.64                 | 4316.19             | 4321.53  | 0.00          | 594288.08          | 68/384.69              |  |
| 12500.00      | 07.24<br>80 74 | 92.85               | 03/5.22               | -219.61                 | 4416.06             | 4421.52  | 0.00          | 554283.11          | 697594 40              |  |
| 17723.22      | 09.24          | 92.85               | 03/0.54               | -224.58                 | 4515.93             | 4521.51  | 0.00          | JY42/8.14          | 00/584.43              |  |

Weatherford International Limited

| 5D | Plan | Report |
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| Interpolated F   | oints (Relati | veito Slot c      | entre, TVD rel | ative to (Dril        | l Floor () 🖘 |               |                     | a                   |                    |         |
|------------------|---------------|-------------------|----------------|-----------------------|--------------|---------------|---------------------|---------------------|--------------------|---------|
| MD<br>V, (US(ft) | inc.<br>(9)   | Α <u>2</u><br>(°) | TVD<br>(US ft) | N:Offseth.<br>(US ft) | UTILE Offset | VS<br>(US.ft) | DLS<br>(%/100 US ft | Northing<br>(US ft) | Easting<br>(US ft) | Comment |
| 12699.99         | 89.24         | 92.85             | 8377.87        | -229.54               | 4615.80      | 4621.50       | 0.00                | 594273.18           | 687684.30          |         |
| 12799.99         | 89.24         | 92.85             | 8379.20        | -234.51               | 4715.66      | 4721.49       | 0.00                | 594268.21           | 687784.16          |         |
| 12899.99         | 89.24         | 92.85             | 8380.53        | -239.48               | 4815.53      | 4821.48       | 0.00                | 594263.24           | 687884.03          |         |
| 12999.99         | 89.24         | 92.85             | 8381.86        | -244.44               | 4915.40      | 4921.47       | 0.00                | 594258.28           | 687983.90          |         |
| 13099.99         | 89.24         | 92.85             | 8383.19        | -249.41               | 5015.27      | 5021.46       | 0.00                | 594253.31           | 688083.77          |         |
| 13199.99         | 89.24         | 92.85             | 8384.51        | -254.38               | 5115.13      | 5121.46       | 0.00                | 594248.34           | 688183.63          |         |
| 13299.99         | 89.24         | 92.85             | 8385.84        | -259.34               | 5215.00      | 5221.45       | 0.00                | 594243.38           | 688283.50          |         |
| 13399.99         | 89.24         | 92.85             | 8387.17        | -264.31               | 5314.87      | 5321.44       | 0.00                | 594238.41           | 688383.37          |         |
| 13499.99         | 89.24         | 92.85             | 8388.50        | -269.28               | 5414.74      | 5421.43       | 0.00                | 594233.44           | 688483.24          |         |
| 13599.99         | 89.24         | 92.85             | 8389.83        | -274.24               | 5514.60      | 5521.42       | 0.00                | 594228.48           | 688583.10          |         |
| 13699.99         | 89.24         | 92.85             | 8391.15        | -279.21               | 5614.47      | 5621.41       | 0.00                | 594223.51           | 688682.97          |         |
| 13799.99         | 89.24         | 92.85             | 8392.48        | -284.17               | 5714.34      | 5721.40       | 0.00                | 594218.55           | 688782.84          |         |
| 13899.99         | 89.24         | 92.85             | 8393.81        | -289.14               | 5814.21      | 5821.39       | 0.00                | 594213.58           | 688882.71          |         |
| 13999.99         | 89.24         | 92.85             | 8395.14        | -294.11               | 5914.07      | 5921.38       | 0.00                | 594208.61           | 688982.57          |         |
| 14099.99         | 89.24         | 92.85             | 8396.47        | -299.07               | 6013.94      | 6021.37       | 0:00                | 594203.65           | 689082.44          |         |
| 14199.99         | 89.24         | 92.85             | 8397.79        | -304.04               | 6113.81      | 6121.36       | 0.00                | 594198,68           | 689182.31          |         |
| 14299.99         | 89.24         | 92.85             | 8399.12        | -309:01               | 6213.68      | 6221.36       | 0.00                | 594193,71           | 689282.18          |         |
| 14399.99         | 89.24         | 92.85             | 8400.45        | -313.97               | 6313.54      | 6321.35       | 0.00                | 594188.75           | 689382.04          |         |
| 14499.99         | 89.24         | 92.85             | 8401.78        | -318.94               | 6413.41      | 6421.34       | 0.00                | 594183.78           | 689481.91          |         |
| 14599.99         | 89.24         | 92.85             | 8403.11        | -323.91               | 6513.28      | 6521.33       | 0.00                | 594178.81           | 689581.78          |         |
| 14699.99         | 89.24         | 92.85             | 8404.44        | -328.87               | 6613.15      | 6621.32       | 0.00                | 594173.85           | 689681.65          |         |
| 14799.99         | 89.24         | 92.85             | 8405.76        | -333.84               | 6713.02      | 6721.31       | 0.00                | 594168.88           | 689781.52          |         |
| 14899.99         | 89.24         | 92.85             | 8407.09        | -338.81               | 6812.88      | 6821.30       | 0.00                | 594163.91           | 689881.38          |         |
| 14999.99         | 89.24         | 92.85             | 8408.42        | -343.77               | 6912.75      | 6921.29       | 0.00                | 594158.95           | 689981.25          |         |
| 15099.99         | 89.24         | 92.85             | 8409.75        | -348.74               | 7012.62      | 7021.28       | 0.00                | 594153.98           | 690081.12          |         |
| 15199.99         | 89.24         | 92.85             | 8411.08        | -353.70               | 7112.49      | 7121.27       | 0.00                | 594149.02           | 690180.99          |         |
| 15269.56         | 89.24         | 92.85             | 8412.00        | -357.16               | 7181.97      | 7190.85       | 0.00                | 594145.56           | 690250.47          | PBHL 4H |

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**5D Anti-Collision Report** 

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**Devon Energy** 

Field Name:Eddy Co, NM (Nad 83 NME)Site Name:Agasti 27 Fed 4HWell Name:Agasti 27 Fed 4H

17 March 2014



Weatherford International Limited

5D 7.5.7 : 17 March 2014, 17:29:03 UTC

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|                    |                    | Alguoti 27                    |                           |                         |  |
|--------------------|--------------------|-------------------------------|---------------------------|-------------------------|--|
|                    | Map Units : US ft  |                               | Company Name              | : Devon Energy          | /  |
| Field Name         | Vertical Referenc  | e Datum (VRD) : Mean S        | Sea Level                 |                         |  |
|                    | Projected Coordin  | nate System : NAD83 / N       | lew Mexico East (ftUS)    |                         |  |
| (Nad 83 NME)       | Comment :          |                               |                           |                         |  |
|                    | Units: US ft       | North Reference : (           | Grid <b>Converge</b>      | <b>ice Angle :</b> 0.25 |  |
|                    |                    | Northing: 594502              | 22.115.ft                 | 329 38:0157"            |  |
| Site Name          | Position           | Easting : 683068.50           | US ft Longitude           | : -103° 52' 22.5        | 4"                                       |
|                    | Elevation above I  | ean Sea Level:3511.00         | US ft                     |                         |  |
| Agaso 27 red<br>4H | Comment :          |                               |                           |                         |  |
|                    |                    | Position (Offs                | ets relative to Site Cent | rê) - Ale               |  |
|                    | +N/-S:0.00 US      | ft Northing :594502.7         | 2 US ft Latitude :        | 32°38'0.57"             |  |
| Slot Name          | +E / -W : 0.00 US  | ft Easting :683068.50         | US ft Longitude           | : -103°52'22.54         | n alaman na sa                           |
| And all 207 Find   | Slot TVD Referen   | ce : Ground Elevation         |                           |                         | an a |
| 4H                 | Elevation above I  | lean Sea Level : 3511.0       | 0 US ft                   |                         |  |
|                    | Comment :          |                               |                           |                         |  |
|                    | Type : Main well   |                               | UWI:                      | Plan : Workin           | g Plan                                   |
|                    | Rig Height Drill I | Floor: 26.00 US ft            | Comment :                 |                         |  |
| Well Name          | ft                 | Sea Level: 3537.00 05         |                           |                         |  |
| Agasti 27 Fed      | Closure Distance   | : 7190.85 US ft               | Closure Azimuth: 92.84    | 17°                     |  |
| 48                 | Vertical Section ( | Position of Origin Relat      | ive to Slot )             |                         |  |
|                    |                    | <b>+N / -S :</b> 0.00 US ft   | +E/-W: 0.00 US ft         | <b>Az :</b> 0.00°       |  |
|                    | Magnetic Parame    | ters                          |                           |                         |  |
|                    | Model : BGGM       | Field Strength :<br>48538.6nT | <b>Dec :</b> 7.52°        | <b>Dip :</b> 60.43°     | <b>Date :</b><br>15/May/2014             |
|                    |                    |                               |                           |                         |  |

| Collision // Uncertaint       | y Analysis                |                                 |                                 |  |
|-------------------------------|---------------------------|---------------------------------|---------------------------------|--|
| Primary Well                  | Start MD                  | End MD                          | Collision Risk                  | No. of Std Deviations in Error                 |
|                               | (US(ft)                   | (US ft)                         | Interval                        | <ul> <li>Computation</li> </ul>                |
| Agasti 27 Fed 4H (p)          | 0.00                      | 15269.56                        | 100.00                          | 2  |
| Secondary Well Name           | <b>9</b>                  |                                 |                                 |  |
| Bellatrix 28 Federal Corr     | 1 2H (s)                  |                                 |                                 |  |
|                               |                           |                                 |                                 |  |
| Anti Collision Report Termino | logy                      |                                 |                                 |  |
| S.Minor, S.Major              | Radii of the ellipse of u | incertainty at the current loca | ition as seen in the along hole | e direction.                                   |
| TVD Spread                    | :Total TVD range of the   | ellipsoid of uncertainty at the | e current location              |  |
| ES                            | :Distance between the e   | extremities of the primary an   | d secondary uncertainty ellip   | soids in the direction Cr-Cr                   |
| T.Face to Sec                 | :Angle between the Hi-S   | Side vector of the primary we   | Il at the current location and  | line of closest approach between the two wells |
|                               |                           |                                 |                                 |  |
|                               |                           |                                 |                                 |  |
|                               |                           |                                 |                                 |  |

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| Anti Collision                           | n Proximit  | ty Summary     | (TVD relative                            | to)) 🐴 🖗 👌       |                 |                |                       | et l'Unit | ALTERNA STA |
|--|---|----------------|--|------------------|-----------------|----------------|-----------------------|-----------|-------------|
| SF 🦂 💷 👘                                 |   |                |  |                  |                 |                |                       |           |             |
| Secondary Well                           | Pri M<br>(USif  | D              | eciMD<br>US(ft)                          | US ft)           | CC              | ES<br>(US)     | t)                    | -53<br>   | RISK        |
| Bellatrix 28                             | 10095   | .90 15         | 150.00                                   | 8343.29          | 781.36          | 680.1          | 15                    | 7,72      |             |
| (s)                                      |   |                |  |                  |                 |                |                       |           |             |
| an a | a de la companya de l |                | an a |                  |                 |                | and the second second |           |             |
| Secondary/Well                           | Bellatrix:  | 28 Federal Com | 2H (G) (TVD R                            | elative to Drill | Floor (Primary) | y All Azimuth. | Relative to GR        |           |             |
| (US (t))                                 | i (US ft)   | (US ft)        | (C)                                      | US ft)           | (US ft)         | (US(tt))       | (US ft)               | er er     | KISK        |
| 0.00                                     | 22.00   | 0.00           | 283.08                                   | 0.00             | 0.00            | 3937.59        | 3936.88               | 5526.64   |             |
| 100.00                                   | 99.79   | 77.79          | 283.08                                   | 0.16             | 0.16            | 3937.53        | 3936.55               | 4003.09   |             |
| 200.00                                   | 199.52  | 177.52         | 283.08                                   | 0.25             | 0.25            | 3937.54        | 3936.25               | 3048.60   |             |
| 300.00                                   | 290.72  | 268.72         | 283.08                                   | 0.50             | 0.50            | 3937.65        | 3935.88               | 2232.38   |             |
| 500.00                                   | 472 59  | 450.60         | 283.09                                   | 0.88             | 0.88            | 3938.02        | 3935.85               | 1514.82   |             |
| 600.00                                   | 559.66  | 537.67         | 283.11                                   | 1.14             | 1.14            | 3939.49        | 3936.40               | 1276.89   |             |
| 700.00                                   | 646.05  | 624.09         | 283.13                                   | 1.36             | 1.36            | 3940.68        | 3937.16               | 1119.35   |             |
| 800.00                                   | 728.49  | 706.55         | 283.16                                   | 1.57             | 1.57            | 3942.25        | 3938.29               | 995.89    |             |
| 900.00                                   | 806.82  | 784.92         | 283.18                                   | 1.78             | 1.78            | 3944.34        | 3939.95               | 898.15    |             |
| 1000.00                                  | 892.51  | 870.67         | 283.22                                   | 2.00             | 1.99            | 3946.96        | 3942.13               | 816.63    |             |
| 1100.00                                  | 1014.50   | 992.75         | 283.27                                   | 2.32             | 2.32            | 3949.40        | 3944.02               | 733.24    |             |
| 1200.00                                  | 1117.95   | 1096.28        | 283.32                                   | 2.60             | 2.59            | 3951.41        | 3945.53               | 671.85    |             |
| 1300.00                                  | 1205.03   | 1183.44        | 283.36                                   | 2.83             | 2.82            | 3953.65        | 3947.32               | 623.87    |             |
| 1400.00                                  | 1292.57   | 1271.06        | 283.41                                   | 3.06             | 3.05            | 3956.22        | 3949.43               | 582.98    |             |
| 1500.00                                  | 1381.59   | 1360.19        | 283.46                                   | 3.30             | 3.29            | 3959.07        | 3951.82               | 545.96    |             |
| 1700.00                                  | 1470.45   | 1449.22        | 283.53                                   | 3.53             | 3.52            | 3962.20        | 3954.50               | 514.55    |             |
| 1800.00                                  | 1772.06   | 1752.07        | 283.91                                   | 4.01             | 3.98<br>4.79    | 3965 38        | 3956 43               | 471.01    |             |
| 1900.00                                  | 1889.68   | 1870.51        | 284.11                                   | 4.63             | 4.58            | 3965.85        | 3956.37               | 418.13    |             |
| 2000.00                                  | 2000.34   | 1982.06        | 284.32                                   | 4.92             | 4.85            | 3965.92        | 3955.92               | 396.84    |             |
| 2100.00                                  | 2077.16   | 2059.55        | 284.46                                   | 5.13             | 5.05            | 3966.20        | 3955.79               | 380.82    |             |
| 2200.00                                  | 2182.89   | 2166.26        | 284.67                                   | 5.41             | 5.32            | 3966.69        | 3955.77               | 363.14    |             |
| 2300.00                                  | 2285.05   | 2269.44        | 284.88                                   | 5.70             | 5.58            | 3967.05        | 3955.62               | 346.92    |             |
| 2400.00                                  | 2374.57   | 2359.86        | 285.06                                   | 5.95             | 5.81            | 3967.47        | 3955.56               | 333.02    |             |
| 2500.00                                  | 2456.87   | 2442.94        | 285.23                                   | 6.18             | 6.03            | 3968.34        | 3955.96               | 320.72    |             |
| 2600.00                                  | 2560.35   | 2547.27        | 285.42                                   | 6.47             | 6.31            | 3969.58        | 3956.69               | 308.05    |             |
| 2700.00                                  | 2691.52   | 2679.21        | 285.62                                   | 6.83             | 6.66            | 3969.91        | 3956.44               | 294.59    |             |
| 2800.00                                  | 2/0/.28   | 2755.34        | 285.73                                   | 7.05             | 0.80            | 3970.43        | 3956.52               | 285.29    |             |
| 3000.00                                  | 2043.10   | 2831.31        | 285.85                                   | 7.20             | 7.26            | 3973 30        | 3957.21               | 270,73    |             |
| 3100.00                                  | 2992.48   | 2981.52        | 286.03                                   | 7.66             | 7.45            | 3975.65        | 3960.45               | 261,58    |             |
| 3200.00                                  | 3122.19   | 3111.67        | 286.17                                   | 8.02             | 7.80            | 3978.45        | 3962.67               | 252.07    |             |
| 3300.00                                  | 3236.50   | 3226.23        | 286.28                                   | 8.34             | 8.10            | 3980.05        | 3963.73               | 243.83    |             |
| 3400.00                                  | 3334.37   | 3324.34        | 286.37                                   | 8.60             | 8.36            | 3981.67        | 3964.86               | 236.85    |             |
| 3500.00                                  | 3412.09   | 3402.25        | 286.45                                   | 8.81             | 8.57            | 3983.57        | 3966.32               | 230.95    |             |
| 3600.00                                  | 3487.38   | 3477.71        | 286.52                                   | 9.02             | 8.77            | 3986.09        | 3968.41               | 225.53    |             |
| 3700.00                                  | 3573.80   | 3564.31        | 286.59                                   | 9.25             | 9.00            | 3989.17        | 3971.04               | 220.03    |             |
| 3800.00                                  | 3677.85   | 3668.59        | 286.68                                   | 9.54             | 9.27            | 3992.28        | 3973.65               | 214.24    |             |
| 3900.00                                  | 3775.39   | 3/66.35        | 286.76                                   | 9.80             | 9.53            | 3995.34        | 3976.22               | 208.98    |             |
| 4100.00                                  | 3931.95   | 3832.09        | 286.88                                   | 10.03            | 9.70            | 3998.37        | 3979.00               | 204.33    |             |
| 4200.00                                  | 4015.24   | 4006.78        | 286.96                                   | 10.45            | 10.16           | 4006.88        | 3986.46               | 196.30    |             |
| 4300.00                                  | 4106.18   | 4098.02        | 287.04                                   | 10.70            | 10.40           | 4011.60        | 3990.73               | 192.19    |             |
| 4400.00                                  | 4530.04   | 4522.88        | 287.41                                   | 10.96            | 10.66           | 4013.92        | 3992.55               | 187.84    |             |
| 4500.00                                  | 5055.42   | 5051.04        | 287.52                                   | 11.06            | 10.72           | 4003.71        | 3982.16               | 185.78    |             |
| 4600.00                                  | 5103.85   | 5099.96        | 287.49                                   | 11.09            | 10.75           | 3990.46        | 3968.65               | 182.95    |             |
| 4700.00                                  | 5152.42   | 5148.97        | 287.45                                   | 11,12            | 10.77           | 3978.46        | 3956.38               | 180.23    |             |
| 4800.00                                  | 5200.84   | 5197.82        | 287.39                                   | 11.16            | 10.77           | 3967.72        | 3945.37               | 177.53    |             |
| 4900.00                                  | 5244.35   | 5241.77        | 287.33                                   | 11.19            | 10.77           | 3958.28        | 3935.64               | 174.85    |             |
| 5000.00                                  | 5276.68   | 5274.43        | 287.27                                   | 11.21            | 10.78           | 3950.42        | 3927.50               | 172.35    |             |
| 5100.00                                  | 5308.98   | 5307.08        | 287.21                                   | 11.23            | 10.79           | 3944.27        | 3921.08               | 170.06    |             |

Weatherford International Limited

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| Secondary Wel | l : Bellatrix | 28 Federal Com | 2H (5) (TVD R | elative to Drill F | loor (Primary    | ) All Azimuth B | Relative to GRI | D NORTH) |        |
|---------------|---------------|----------------|---------------|--------------------|------------------|-----------------|-----------------|----------|--------|
|               |               | SegMD          | 1 Hace to Sec | SMajor             | SIMinor          | œĞ              | S S             | SP .     | e Risk |
| (US(ft))      | ्र (US/ft)    | (US(t))        | <u> </u>      | ين (USift) د       | ( <u>US</u> ift) | ( <u>US</u> ft) | (US(ft));       | <u> </u> |        |
| 5200.00       | 9114.03       | 13292.12       | 177.08        | 102.49             | 34.44            | 3931.89         | 3889.45         | 92.63    |        |
| 5300.00       | 9114.03       | 13291.72       | 177.14        | 102.48             | 34.44            | 3832.36         | 3789.75         | 89.94    |        |
| 5400.00       | 9114.03       | 13291.31       | 177.20        | 102.47             | 34.43            | 3732.85         | 3690.08         | 87.27    |        |
| 5500.00       | 9114.03       | 13290.90       | 177.27        | 102.46             | 34.43            | 3633.37         | 3590.39         | 84.53    |        |
| 5600.00       | 9114.04       | 13290.49       | 177.33        | 102.44             | 34.43            | 3533.92         | 3490.71         | 81.79    |        |
| 5700.00       | 9114.04       | 13290.07       | 177.39        | 102.43             | 34.43            | 3434.49         | 3391.06         | 79.06    |        |
| 5800.00       | 9114.04       | 13289.64       | 177.46        | 102.42             | 34.42            | 3335.11         | 3291.43         | 76.35    |        |
| 5900.00       | 9114.04       | 13289.21       | 177,52        | 102.41             | 34.42            | 3235.76         | 3191.83         | 73.66    |        |
| 6000.00       | 9114.05       | 13288.78       | 177.59        | 102.40             | 34.42            | 3136.45         | 3092.27         | 70.99    |        |
| 6100.00       | 9114.05       | 13288.34       | 177.66        | 102.38             | 34.41            | 3037.19         | 2992.74         | 68.33    |        |
| 6200.00       | 9114.05       | 13287.90       | 177.73        | 102.37             | 34.41            | 2937.98         | 2893.25         | 65.69    |        |
| 6300.00       | 9114.05       | 13287.45       | 177.79        | 102.36             | 34.41            | 2838.82         | 2793.80         | 63.06    |        |
| 6400.00       | 9114.06       | 13287.00       | 177.86        | 102.35             | 34.40            | 2739.72         | 2694.41         | 60.46    |        |
| 6500.00       | 9114.06       | 13286.54       | 177.93        | 102.34             | 34.40            | 2640.70         | 2595.07         | 57.87    |        |
| 6600.00       | 9114.06       | 13286.08       | 178.00        | 102.32             | 34,40            | 2541.74         | 2495.79         | 55.31    |        |
| 6700.00       | 9114.06       | 13285.61       | 178.08        | 102.31             | 34,39            | 2442.88         | 2396.58         | 52.76    |        |
| 6800.00       | 9114.07       | 13285 14       | 178.15        | 102.30             | 34.39            | 2344.11         | 2297.43         | 50.22    |        |
| 6900.00       | 9114.07       | 13284.66       | 178.22        | 102.28             | 34.39            | 2245.44         | 2198.37         | 47.70    |        |
| 2000.00       | 9114.07       | 13284.18       | 178 30        | 102.20             | 34.38            | 2146 91         | 2099 29         | 45.08    |        |
| 7100.00       | 9114.07       | 13283.69       | 178.37        | 102.25             | 34 38            | 2048 51         | 2000 31         | 42.50    |        |
| 7100.00       | 9114.07       | 12203.09       | 170.37        | 102.20             | 24.20            | 1050.39         | 1901 46         | 30.05    |        |
| 7200.00       | 9114.08       | 13283.19       | 178.43        | 102.24             | 34,30            | 1950.20         | 1901.40         | 37.43    |        |
| 7300.00       | 9114.08       | 13282.69       | 178.52        | 102.23             | 34.37            | 1052.25         | 1704 21         | 34.05    |        |
| 7400.00       | 9114.08       | 13282.19       | 178.60        | 102.22             | 34.37            | 1/54.41         | 1/04.21         | 34.95    |        |
| 7500.00       | 9114.08       | 13281.68       | 178.68        | 102.20             | 34.37            | 1650.64         | 1003.00         | 32,30    |        |
| 7600.00       | 9114.09       | 13281.16       | 178.76        | 102.19             | 34.36            | 1559.59         | 1507.76         | 30.09    |        |
| 7700.00       | 9114.09       | 13280.63       | 178.84        | 102.17             | 34.36            | 1462.70         | 1409.70         | 27.60    |        |
| 7800.00       | 9114.08       | 13282.02       | 103.09        | 102.21             | 34.37            | 1366.28         | 1311.96         | 25.15    |        |
| 7900.00       | 9114.00       | 13297.36       | 127.88        | 102.63             | 34.48            | 12/1.61         | 1215.66         | 22.73    |        |
| 8000.00       | 9113.89       | 13328.52       | 140.72        | 103.48             | 34.69            | 1181.51         | 1123.69         | 20.43    |        |
| 8100.00       | 9113.86       | 13374.74       | 147.48        | 104.65             | 35.01            | 1098.79         | 1038.74         | 18.30    |        |
| 8200.00       | 9114.14       | 13435.62       | 151.29        | 106.16             | 35.42            | 1025.98         | 963.38          | 16.39    |        |
| 8300.00       | 9114.51       | 13515.04       | 153.45        | 108.40             | 35.97            | 964.90          | 899.78          | 14.82    |        |
| 8400.00       | 9113.67       | 13621.88       | 154.62        | 111.15             | 36.69            | 916.14          | 848.78          | 13.60    |        |
| 8500.00       | 9111.72       | 13715.56       | 155.57        | 113.86             | 37.33            | 880.73          | 811.01          | 12.63    |        |
| 8600.00       | 9109.71       | 13812.76       | 156.23        | 116.32             | 38.00            | 860.57          | 788.89          | 12.01    |        |
| 8700.00       | 9108.23       | 13906.39       | 156.60        | 119.01             | 38.66            | 854.09          | 780.83          | 11.66    |        |
| 8800.00       | 9107.04       | 14005.14       | 156.88        | 121.68             | 39.34            | 849.55          | 774.80          | 11.37    |        |
| 8900.00       | 9105.72       | 14110.62       | 157.18        | 124.66             | 40.07            | 844.97          | 768.86          | 11.10    |        |
| 9000.00       | 9102.47       | 14222.09       | 157.41        | 127.88             | 40.82            | 839.10          | 761.56          | 10.82    |        |
| 9100.00       | 9097.19       | 14336.94       | 157.58        | 130.99             | 41.58            | 831.79          | 752.74          | 10.52    |        |
| 9200.00       | 9090.01       | 14446.26       | 157.66        | 134.30             | 42.30            | 822.81          | 741.98          | 10.18    |        |
| 9300.00       | 9084.30       | 14536.27       | 157.75        | 136.28             | 42.98            | 813.93          | 730.95          | 9.81     |        |
| 9400.00       | 9079.41       | 14631.63       | 157.93        | 138.82             | 43.66            | 805.88          | 721.00          | 9.49     |        |
| 9500.00       | 9076.01       | 14715.83       | 158.08        | 141.58             | 44.27            | 799.09          | 712.06          | 9.18     |        |
| 9600.00       | 9073.53       | 14804.73       | 158.19        | 144.42             | 44.91            | 793.98          | 704.79          | 8.90     |        |
| 9700.00       | 9070.47       | 14914.39       | 158.28        | 147.26             | 45.67            | 789.10          | 698.05          | 8.67     |        |
| 9800.00       | 9066.23       | 15018.80       | 158.31        | 150.57             | 46.38            | 783.18          | 690.04          | 8.41     |        |
| 9900.00       | 9060.57       | 15123.94       | 158.22        | 153.55             | 47.11            | 776.39          | 680.92          | 8.13     |        |
| 10000.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 772.97          | 674.12          | 7.82     |        |
| 10100.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 781.98          | 680.69          | 7.72     |        |
| 10200.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 803.44          | 701.08          | 7.85     |        |
| 10300.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 836.38          | 733.91          | 8.16     |        |
| 10400.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 879.51          | 777.69          | 8.64     |        |
| 10500.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 931.43          | 831.15          | 9.29     |        |
| 10600.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 990.74          | 892.34          | 10.07    |        |
| 10700.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 1056.21         | 960.12          | 10.99    |        |
| 10800.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 1126.77         | 1032.99         | 12.02    |        |
| 10900.00      | 9059.11       | 15150.00       | 158.20        | 154.26             | 47.29            | 1201.51         | 1110.03         | 13.14    |        |
|               |               |                |               |                    |                  |                 |                 |          |        |

Weatherford International Limited



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| Secondary We | lia Bellatrix 2 | 8 Federal Com | 2H (5) (TVD R | elative to Drill F | loor (Primany) | ) FAIL Azimuth I | Relative to GRIU | )NORTH) |      |
|--------------|-----------------|---------------|---------------|--------------------|----------------|------------------|------------------|---------|------|
|              | TVD             | Sec MD        |               | Simajor            | S.Minor        | <br>(11570)      | ES<br>MISM       | . St    | Risk |
| 11000.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 1279.70          | 1190.51          | 14.35   |      |
| 11100.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 1360.75          | 1273.67          | 15.63   |      |
| 11200.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 1444.18          | 1358.88          | 16.93   |      |
| 11300.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 1529.60          | 1445.89          | 18.27   |      |
| 11400.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 1616.69          | 1534,49          | 19.67   |      |
| 11500.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 1705.20          | 1624.41          | 21.11   |      |
| 11600.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 1794.92          | 1715.46          | 22.59   |      |
| 11700.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 1885.67          | 1807.45          | 24.11   |      |
| 11800.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 1977.31          | 1900.25          | 25.66   |      |
| 11900.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2069.73          | 1993.75          | 27.24   |      |
| 12000.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2162.82          | 2087.85          | 28.85   |      |
| 12100.00     | 9059 11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2256.50          | 2182.45          | 30.47   |      |
| 12200.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2350.71          | 2277.48          | 32.10   |      |
| 12300.00     | 9059 11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2445.37          | 2372.91          | 33.75   |      |
| 12400.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2540.44          | 2468.70          | 35.41   |      |
| 12500.00     | 9059 11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2635.88          | 2564.81          | 37.09   |      |
| 12500.00     | 9059 11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2731.64          | 2661.20          | 38.78   |      |
| 12700.00     | 9059 11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2827.70          | 2757.85          | 40.48   |      |
| 12800.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 2924.02          | 2854.72          | 42.19   |      |
| 12900.00     | 9059 11         | 15150.00      | 158.20        | 154.26             | 47.29          | 3020.58          | 2951.75          | 43.88   |      |
| 13000.00     | 9059 11         | 15150.00      | 158.20        | 154.26             | 47.29          | 3117.36          | 3048.93          | 45.56   |      |
| 13100.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 3214.34          | 3146.30          | 47.24   |      |
| 13200.00     | 9059.11         | 15150.00      | 158 20        | 154.26             | 47 29          | 3311.49          | 3243.81          | 48.93   |      |
| 13300.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 3408.81          | 3341.48          | 50.63   |      |
| 13400.00     | 9059.11         | 15150.00      | 158 20        | 154.26             | 47 29          | 3506.28          | 3439.27          | 52.33   |      |
| 13500.00     | 9059.11         | 15150.00      | 158 20        | 154.26             | 47.29          | 3603.89          | 3537.19          | 54.03   |      |
| 13500.00     | 9059-11         | 15150.00      | 158.20        | 154.26             | 47.29          | 3701 63          | 3635 21          | 55 74   |      |
| 13700.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 3799 48          | 3733 34          | 57.45   |      |
| 13800.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 3897 44          | 3831 56          | 59.16   |      |
| 13900.00     | 9059.11         | 15150.00      | 158 20        | 154 76             | 47.29          | 3995 51          | 3929.87          | 60.87   |      |
| 14000.00     | 9059.11         | 15150.00      | 158 20        | 154.26             | 47.29          | 4093.66          | 4028.26          | 62.59   |      |
| 14100.00     | 9059.11         | 15150.00      | 158 20        | 154.26             | 47 29          | 4191 91          | 4126.72          | 64 30   |      |
| 14200.00     | 9059.11         | 15150.00      | 158 20        | 154 26             | 47 29          | 4290 24          | 4225.25          | 66.02   |      |
| 14300.00     | 9059.11         | 15150.00      | 158 20        | 154.26             | 47.29          | 4388.64          | 4323.85          | 67.74   |      |
| 14400.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 4487.11          | 4422.51          | 69.46   |      |
| 14500.00     | 9059.11         | 15150.00      | 158 20        | 154 26             | 47 29          | 4585.65          | 4521.22          | 71 18   |      |
| 14600.00     | 9059.11         | 15150.00      | 158 20        | 154.26             | 47 29          | 4684.25          | 4619.97          | 72.88   |      |
| 14700.00     | 9059.11         | 15150.00      | 158 20        | 154 26             | 47 29          | 4782.91          | 4718.77          | 74.57   |      |
| 14800.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 4881.62          | 4817.62          | 76.27   |      |
| 14900.00     | 9059 11         | 15150.00      | 158 20        | 154.26             | 47 29          | 4980.38          | 4916.51          | 77.97   |      |
| 15000.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 5079.20          | 5015.44          | 79.66   |      |
| 15100.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47,29          | 5178.06          | 5114.40          | 81.35   |      |
| 15200.00     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 5276.96          | 5213.41          | 83.04   |      |
| 15269.56     | 9059.11         | 15150.00      | 158.20        | 154.26             | 47.29          | 5345.78          | 5282.30          | 84.21   |      |
|              |                 |               |               |                    |                |                  |                  |         |      |



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# Weatherford Drilling Services

GeoDec4 v2.0.0.3

| Report Date:<br>Job Number:   | March                            | ז 17, 2014   |   |                  |   |  |  |  |
|---|----------------------------------|--|---|------------------|---|--|--|--|
| Customer:   | Devo                             | n Energy   |   |                  |   |  |  |  |
| Well Name:  | Agast                            | i 27 Fed 4H  |   |                  |   |  |  |  |
| API Number:   |                                  |  |   |                  |   |  |  |  |
| Rig Name:   |                                  |  |   |                  |   |  |  |  |
| Location:   | Eddy Co, NM                      |  |   |                  |   |  |  |  |
| Block:  |                                  |  |   |                  | <del></del>   |  |  |  |
| Engineer:   | RWJ                              |  |   |                  |   |  |  |  |
| NAD83 / New Mexi  | co East                          | : (ftUS)   | NAD83 (1986)  | <u>-</u>         |   |  |  |  |
| Projected Coordina  | te Syst                          | em   | Geodetic Coordinate   | e Syst           | em  |  |  |  |
| Datum: North Ame  | rican D                          | )atum 1983 (1986)  | Datum: North Amer   | rican I          | Datum 1983 (1986)                                   |  |  |  |
| Ellipsoid: GRS 1980   | I                                |  | Ellipsoid: GRS 1980   |                  |   |  |  |  |
| EPSG: 2257  |                                  |  | EPSG: 4269  |                  |   |  |  |  |
| North: 594502.72 U  | S Surv                           | ey Foot  | Latitude: 32.633493   | Degr             | ree   |  |  |  |
| East: 683068.50 US  | Surve                            | y Foot   | Longitude: -103.872   | 2927 C           | Degree  |  |  |  |
| Convergence: 0.25   | 2                                |  |   |                  |   |  |  |  |
| Declination: 7.52°  |                                  |  |   |                  |   |  |  |  |
| Total Correction: 7.  | 270                              | •  |   |                  |   |  |  |  |
| Datum Transformat   | tion: no                         | one  |   |                  |   |  |  |  |
| Geodetic Location V   | NGS84                            | <u></u>  |   |                  |   |  |  |  |
| MSL Elevation =   | 0 m                              | i  |   |                  |   |  |  |  |
| Latituda –  | 320                              | 38' 00.57" N   |   |                  |   |  |  |  |
| Lautuue =   | 5~                               |  |   |                  |   |  |  |  |
| Longitude =   | 103                              | ° 52' 22.54" W   |   |                  |   |  |  |  |
| Longitude =<br>Magnetic Declinatio  | 103<br>n =                       | ° 52' 22.54" W<br><br>7.52 deg   | [True North Offset]   | •••              |   |  |  |  |
| Longitude =<br>Magnetic Declinatio<br>Local Gravity   | 103<br>                          | ° 52' 22.54" W<br>7.52 deg<br>.9988 g  | [True North Offset]<br>CheckSum   |                  | 6621  |  |  |  |
| Longitude =<br>Magnetic Declinatio<br>Local Gravity<br>Local Field Strength   | 103<br>                          | <ul> <li>52' 22.54" W</li> <li>7.52 deg</li> <li>.9988 g</li> <li>48539 nT</li> </ul>  | [True North Offset]<br>CheckSum<br>Magnetic Vector X  | =                | 6621<br>23749 nT                                    |  |  |  |
| Longitude =<br>Longitude =<br>Magnetic Declination<br>Local Gravity<br>Local Field Strength<br>Magnetic Dip                               | 103<br>                          | <ul> <li>52' 22.54" W</li> <li>7.52 deg</li> <li>.9988 g</li> <li>48539 nT</li> <li>60.43 deg</li> </ul>   | [True North Offset]<br>CheckSum<br>Magnetic Vector X<br>Magnetic Vector Y   | =<br>=<br>=      | 6621<br>23749 nT<br>3136 nT                         |  |  |  |
| Longitude =<br>Longitude =<br>Magnetic Declination<br>Local Gravity<br>Local Field Strength<br>Magnetic Dip<br>Magnetic Model             | 103<br>n =<br>=<br>1 =<br>=<br>= | <ul> <li>52' 22.54" W</li> <li>7.52 deg</li> <li>.9988 g</li> <li>48539 nT</li> <li>60.43 deg</li> <li>bggm2013.bgs</li> </ul>                       | [True North Offset]<br>CheckSum<br>Magnetic Vector X<br>Magnetic Vector Y<br>Magnetic Vector Z                      | =<br>=<br>=<br>= | 6621<br>23749 nT<br>3136 nT<br>42216 nT             |  |  |  |
| Longitude =<br>Longitude =<br>Magnetic Declination<br>Local Gravity<br>Local Field Strength<br>Magnetic Dip<br>Magnetic Model<br>Run Date | 103<br>                          | <ul> <li>52' 22.54" W</li> <li>7.52 deg</li> <li>.9988 g</li> <li>48539 nT</li> <li>60.43 deg</li> <li>bggm2013.bgs</li> <li>May 15, 2014</li> </ul> | [True North Offset]<br>CheckSum<br>Magnetic Vector X<br>Magnetic Vector Y<br>Magnetic Vector Z<br>Magnetic Vector H | =<br>=<br>=<br>= | 6621<br>23749 nT<br>3136 nT<br>42216 nT<br>23955 nT |  |  |  |
| Longitude =<br>Magnetic Declination<br>Local Gravity<br>Local Field Strength<br>Magnetic Dip<br>Magnetic Model<br>Run Date                | 103<br>n =<br>=<br>=<br>=<br>=   | <ul> <li>52' 22.54" W</li> <li>7.52 deg</li> <li>.9988 g</li> <li>48539 nT</li> <li>60.43 deg</li> <li>bggm2013.bgs</li> <li>May 15, 2014</li> </ul> | [True North Offset]<br>CheckSum<br>Magnetic Vector X<br>Magnetic Vector Y<br>Magnetic Vector Z<br>Magnetic Vector H | =<br>=<br>=<br>= | 6621<br>23749 nT<br>3136 nT<br>42216 nT<br>23955 nT |  |  |  |

Warning: This information is controlled, and any printed version is deemed as uncontrolled unless suitably endorsed by a controlling authority or accompanied by a controlled table of contents in order to ensure adequate revision control.

| Ciolde Caller Caller Anna Anna Anna Anna Anna Anna Anna Ann  |   |  |  |   | t in the second second second                              |
|--|---|--|--|---|--|
| Field: Eddy Co; NIVI (Nad.   | 83 INIVIE)  |  | an a   | a second second a second second   | N 2 2 1 2 2 2 1 2 1 2 1 2 1 2 1 2 1 2 1                    |
| Map Units:   | US ft   |  |  |   |  |
| /ertical Reference Datum   | Mean Sea Level  |  |  |   |  |
| Projected Coordinate System:   | NAD83 / New Mexic   | o East (ftUS)  |  |   |  |
|  |   |  |  |   |  |
| Site: Agasti 27 Fed 4H   |   | 23.5 C 28 / P 7-   |  |   | PLEC CA  |
| Company Name:  | Devon Energy  |  |  |   |  |
| Units:   | US ft   |  |  |   |  |
| TVD Reference:   |   |  |  |   |  |
| Position:  |   |  |  |   |  |
|  | Northing:   | 594502.72US ft   | Latitude:  | 32° 38' 0.57"   |  |
|  | Easting:  | 683068.50US ft   | Longitude:   | -103° 52' 22.54"  |  |
|  |   |  |  |   |  |
| North Reference:   | Grid  | Convergence Ar   | igle: 0.25   |   |  |
| levation above Mean Sea Lev  | et 3511.00US ft   |  | <u> </u>   |   |  |
| Comment :  |   |  |  |   |  |
|  | <u></u>   | ·····  |  |   |  |
|  |   |  |  | and the second second second  |  |
| Not. Agastr 2/ Feu Hill  |   |  |  |   | THE LEVEL S  |
| N/ C. O COLIS ST   | ej  |  | 1 1  | 2282010 528   |  |
|  | Northing:   | 594502.72US ft   | Latitude:  | 32"38"0.57"   |  |
| +t/-W: 0.0005 ft   | Lasting:  | 683068.50US ft   | Longitude:   | -103"52"22.54"  |  |
| Lievation above Mean Sea Lev   | ei 3511.00US ft   |  |  |   |  |
| Comment :  |   |  |  |   |  |
|  |   |  |  |   |  |
| Well: Agasti 27 Fed 4H   | and the second second   |  |  |   | 1.1  |
| Туре:  | Main well   |  | Rig Height ( Drill Fl  | oor): 26.00US ft  |  |
| File Number:   |   |  |  |   |  |
| Plan Folder:   | P1  | Plan:  | P1:V1  |   |  |
| Closure Distance:  | 7190.85US ft  | Closure Azimut   | 1: 92.847°   |   |  |
| Comment:   |   |  |  |   |  |
|  |   |  |  |   |  |
| Vertical Section:  |   |  |  |   |  |
| Position of Origin (Relative to  | +N/-S: 0.00US ft  | +F/-W: 0.00US (  | <u> </u>   |   |  |
| Vertical Section Azimuth   | 92.85°  |  | ·  |   |  |
| Magnetic Parameters  | 52.05   | · · · · · · · · · · · · · · · · · · ·  |  |   |  |
| Model: BGGM  | Field Strength: 4853  | 8.6 nT Declination: 7.5  | 2° Din: 60.43°   | Date: 15/May/201/   | 1.05   |
|  |   |  |  |   |  |
|  | ALL CONTRACTOR  | C. All and the second second second  | a service and the service of the   | Alternation and the second second   | Constant the Process                                       |
| Target Set: Agasti 27 red  | <u>4п</u>   |  | na statistica de la  |   | 2 14 1 <b>6</b> 4 1 1                                      |
| Number of Targets: 1   |   |  |  |   |  |
| Target: PBHL 4H  | <u>, , , , , , , , , , , , , , , , , , , </u>   | <u> </u>   | <u> </u>   | <u></u>   |  |
| Position: (Relative to Slot cent   | <u>e)</u>   |  |  |   |  |
| +N/-S: -357.16   | Northing: 594145.56   | 5 Latitude: 32°37'   | 56.73"   |   |  |
| +E/-W: 7181.97   | Easting: 690250.47  | Longitude: -103  | °50'58.57"   |   |  |
| TVD (Drill Floor) :  | 8412.00 US ft   |  |  |   |  |
| ihape: Cuboid  |   |  |  |   |  |
| Drientation  | Inclination: 0.00°  | Azimuth: 0.00°   |  |   |  |
| Dimensions   | Length: 20.00   | Breadth: 20.00   | Height: 20.00  |   |  |
|  |   |  |  |   |  |
|  |   | ^  |  |   |  |
| Casing Points: (Relative to S  | lot Centre: TVD Relativ   | e to Drill Floor)  |  | Statistics of the second states of  | NA AND STORAGE   |
| <ul> <li>Variation of a second se</li></ul> | and the rest of the state of the second s   | Andrew Harrison and the second se | set Northing   | sting   | a salar da Catalogo  |
| MD Inc   | Az T  | VII SECONDEN NOTSOT SEE FITT   | A REAL PROPERTY AND A REAL | Denie Barrier and   |  |
| MD inc   | Az T  | VD N.Offset E.Off  | H) (115 H)   | 15 升) [1] [1] [1] [1] [1] [1] [1] [1] [1] [1]   |  |
| MD inc.<br>(US ft) (?)   | Αż τ<br>(*) (U  | Sft), (USft) (US   | tt) (US.ft) (I   | JS.ft)  |  |
| MD inc<br>(US ft) (7)  | A2 T<br>(?) (U  | S.ft) (US.ft) (US.   | tt) (US ft) ((   | JS ft)  |  |
| MD (inc<br>(US ft) (?)<br>Wellpath created using r   | A2 T<br>(?) (U<br>ninimum curvature   | S(ft) (US ft) (US<br>e   | tt) (US.ft) ((   | <u>/////////////////////////////////////</u>  |  |
| MD (inc<br>(US ft) (?)<br>Wellpath created using r   | Az T<br>(7) (U  | S(ft) (US ft) (US<br>2   | H) (US H) (I   | (5.ft)  |  |
| MD (inc<br>(US ft) (?)<br>Wellpath created using r<br>Salient Points: (Relative to   | A: T<br>(?) (U<br>ninimum curvature<br>Slot Centre, TVD Relati  | VD (US ft) (US<br>s(ft) (US ft) (US<br>a<br>reito Drill Floor)   | H) (USH) (I  | // // // // // // // // // // // // //  |  |
| MD (nc<br>(Us h) (7)<br>Wellpath created using r<br>Salient Points: (Relative to<br>MD inc   | A: T<br>(?) (U<br>ninimum curvature<br>Slot'Centre, TVD Relatio<br>A: T   | VD (US ft) (US<br>s(ft) (US ft) (US<br>e<br>reito Drill Floor)<br>VD (N.Offset E.Off                           | H) (US H) (I   | VS B.Rate T.J   | late T:Fāc   |
| MD Inc<br>(US ft) (?)<br>Wellpath created using r<br>Salient Points: (Relative to<br>MD Inc<br>(US ft) (?)   | A: T<br>(?) (U<br>ninimum curvature<br>Slot Centre; TVD Relatio<br>Az T<br>(?) (U   | VD N.Offset E.Off<br>S(ft) (US ft) (US<br>e<br>reito Drill Floor)<br>VD N.Offset E.Off<br>S ft) (US ft) (US    | H) (US H) (I<br>Set OLS<br>H) (7/100 US H) (I  | VS B_Rate T.I<br>IS ft)   | late T.Fac<br>D.US ft) (?)                                 |
| MD Inc<br>(US ft) (?)<br>Wellpath created using r<br>Salient Points: (Relative to<br>MD inc<br>(US ft) (?)<br>0 0  | A: T<br>(7) (U<br>ninimum curvature<br>Slot Centre; TVD Relati<br>Az T<br>(7) (U<br>0   | VD         N.Offset         E.Offset           S(ft)         (US ft)         (US           e                   | tt) (US(tt)) ((<br>set DLS,<br>tt) (7/100 US(tt)) (ι<br>0  | VS B:Rate IT.I<br>JS ft) (7/100 US ft) (7/100<br>10 0   | tate T:Fac<br>).US(t) (1)<br>0 0                           |
| MD         Inc.           (US ft)         (7)           Wellpath created using r           Sallent Points: (Relative to<br>MD         Inc.           (US ft)         (7)           0         0           7751.09         0   | A: T<br>(7) (U<br>ninimum curvature<br>Slot Centre , TVO Relati<br>Az T<br>(1) (U<br>0<br>0 775   | VD         N.Offset         E.Offset           s(ti)         (US ti)         (US           e                   | tt) (US(tt) ((<br>set DLS<br>t) (7/100 US(tt) ()<br>0<br>0   | VS B:Rate T.I<br>JS ft) ('/100<br>I0 0<br>-0 0  | tate T:Fac<br>).US(t) (1)<br>0 0<br>0 0                    |
| MD         Inc           (US ft)         (?)           Wellpath created using r           ballent Points: (Relative to<br>MD           (US ft)         (?)           0         0           7751.09         0           8643.48         89.24   | A: T<br>(7) (U<br>ninimum curvature<br>Slot Centre , TVD Relati<br>Az T<br>(7) (U<br>0 775<br>92.85 8:  | VD         N.Offset         E.Off           s(ti)         (US ti)         (US           e                      | tt) (US(tt) ((<br>set DLS<br>tt) (7/100 US(tt) ((<br>0<br>0<br>55 10 50  | VS B:Rate T.I<br>JS ft) ('/100 US ft) ('/100<br>10 0<br>-0 0<br>-55.35 10   | tate TrFāc<br>0.US (t) (t)<br>0 0<br>0 0<br>0 92.8         |
| MD         Inc.           (US ft)         (?)           Nellpath created using r           ialient Points: (Relative to.           MD         inc.           (US ft)         (?)           0         0           7751.09         0           8643.48         89.24           15269.56         89.24  | A:<br>(7) (U<br>ninimum curvaturo<br>Slot Centre ; TVD Relatin<br>Az T<br>(7) (U<br>0 0<br>0 775<br>92.85 8:<br>92.85 8:  | VD         N.Offset         E.Off           s(ti)         (US ft)         (US           e                      | ti) (US (ti) ((<br>set DLS<br>ti) (7/100 US (ti) ((<br>0<br>0<br>55 10 5<br>97 0 71  | VS B:Rate T.I<br>IS ft) (7/100 US ft) (7/100<br>10 0<br>0 0<br>55.35 10<br>90.85 0  | tete TrFac<br>DUS ft) (1)<br>0 0<br>0 0<br>0 .92.8<br>0 0  |
| MD         Inc.           (US ft)         (?)           Wellpath created using r           Salient Points: (Relative to)           MD         inc.           (Us ft)         (?)           0         0           7751.09         0           8643.48         89.24           15269.56         89.24  | A:<br>(7) (U<br>ninimum curvaturo<br>Siot Centre ; TVD Relatin<br>Az T<br>(7) (U<br>0<br>0<br>775<br>92.85 8:<br>92.85 8:   | VD         N.Offset         E.Uff           s(t)         (US ft)         (US           e                       | tt) (US ft) (U<br>Set OLS<br>ft) ('/100 US ft) (U<br>0<br>0<br>55 10 55<br>97 0 71   | VS B.Rate T.J<br>SF() ('/100 US ft) ('/100<br>10 0<br>0 0<br>55.35 10<br>90.85 0  | tate T:Fac<br>0 US ft) (1)<br>0 0<br>0 0<br>0 .92.8<br>0 0 |
| MD Inc<br>(US ft) (7)<br>Wellpath created using r<br>balient Points: (Relative to<br>MD Inc<br>(US ft) (7)<br>0 0<br>7751.09 0<br>8643.48 89.24<br>15269.56 89.24<br>Interpolated Points: (Peolo   | A:<br>(7) (U<br>ninimum curvaturo<br>Slot Centre; TVD/Relati<br>A:<br>(7) (U<br>0<br>0<br>775<br>92.85<br>8<br>92.85<br>8<br>1001 Centre - TVD  | VD         N.Offset         E.Off           S(ti)         (US ti)         (US           e                      | tt) (US ft) ((<br>Set OLS<br>tt) (7/100 US ft) ((<br>0<br>0<br>55 10 5<br>97 0 71  | VS B:Rate T.<br>IS ft)<br>(7/100 US ft) (7/100<br>10 0<br>0 0<br>55.35 10<br>90.85 0  | Rate T.Fac<br>DUS ft) (1)<br>0 0<br>0 0<br>0 92.8<br>0 0   |
| MD         Inc<br>(US ft)           (US ft)         (?)           Wellpath created using r           allient!Points: (Relative to<br>MD           (US ft)         (?)           0         0           7751.09         0           8643.48         89.24           15269.56         89.24           Interpolated Points: (Relative to points)   | A2 T<br>(7) (U<br>ninimum curvaturo<br>Slot Centre, TVD/Relati<br>A2 T<br>(1) (U<br>0<br>0<br>775<br>92.85 8<br>92.85 8<br>92.85 8<br>100 100 100 100 100 100 100 100 100 100   | VD         N.Orfset         E.Orf           S(ti)         (US ti)         (US           e                      | tt) (US ft) ((<br>set DLS<br>tt) ( <b>*/100 US ft</b> ) ((<br>0<br>0<br>55 10 55<br>97 0 71<br>97 0 71   | VS B.Rate T.J<br>IS ft) (7/100 US ft) (7/100<br>10 0<br>.0 0<br>.55.35 10<br>90:85 0  | Tate T.Fac<br>DUS ft) (1)<br>0 0<br>0 92.8<br>0 0          |
| MD         Inc           (US ft)         (?)           Wellpath created using r           ballient Points: (Relative to           MD         inc           (US ft)         (?)           0         0           7751.09         0           8643.48         89.24           15269.56         89.24           Interpolated Points: (Relative to (Rela  | A:<br>(*) (U<br>ninimum curvature<br>Slot Centre, TVD Relati<br>A: T<br>(*) (U<br>0<br>0<br>775<br>92.85<br>84<br>tive to Slot Centre, TVD<br>Az<br>T<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100<br>100 | VD         N.Offset         E.Off           S(t)         (US th)         (US           e                       | tt) (US ft) (U<br>set DLS<br>tt) ('/100 US ft) (U<br>0<br>0<br>55 10 57<br>97 0 71<br>set VS<br>b) (US ft) (US ft)   | VS B.Rate T.J<br>VS B.Rate T.J<br>IS ft) (7/100 US ft) (7/100<br>10 0<br>0 0<br>05.35 10<br>00.85 0<br>0.5<br>0.5<br>Northing Ear | tate T.Fac<br>DUS ft) (1)<br>0 0<br>0 0<br>0 92.8<br>0 0   |

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| 7751.09   | 0              | 0     | 7751:09  | 0       | 0       | 0       | 0      | 594502.72 | 683068.5  | кор |
|-----------|----------------|-------|----------|---------|---------|---------|--------|-----------|-----------|-----|
| 7800      | 4.89           | 92.85 | 7799.94  | -0.1    | 2.08    | 2.09    | 10     | 594502.62 | 683070.58 |     |
| 7900      | 14.89          | 92.85 | 7898.33  | -0.96   | 19.22   | 19.24   | 10     | 594501.76 | 683087.72 |     |
| 8000      | 24.89          | 92:85 | 7992.24  | -2.64   | 53.16   | 53.22   | 10     | 594500.08 | 683121.66 |     |
| 8100      | 34.89          | 92.85 | 8078.83  | -5.12   | 102 87  | 102.99  | 10     | 594497.6  | 683171.37 |     |
| 8200      | 44.89          | 97.85 | 8155.46  | -83     | 166 84  | 167.04  | 10     | 594494 47 | 683235 34 |     |
| 8300      | 54:89          | 97.85 | 9219.8   | ÷12 00  | 243 12  | 242 43  | 10     | 594490-63 | 693311 63 |     |
| 8400      | 54.85<br>64.80 | 07.85 | 9260.0   | 16.30   | 245.15  | 243.43  | 10     | 504490.05 | 693207.03 |     |
| 8400      | 04.89          | 32.63 | 8209.9   | -10.58  | 323.42  | 329:03  | 10     | 534460.34 | 683397.92 |     |
| . 8500.   | 74.89          | 92.85 | 8304.24  | -21.04  | 423.09  | 423,61  | 10     | 594481.68 | 683491.59 |     |
| 8600      | 84.89          | 92.85 | 8321.77  | -25.92  | 521.29  | 521.93  | 10     | 594476.8  | 683589.79 |     |
| 8643.48   | 89.24          | 92.85 | 8324     | -28.08  | 564.65  | 565.35  | 10     | 594474.64 | 683633.15 | LP  |
| 8700      | 89.24          | 92.85 | 8324.75  | -30.89  | 621.09  | 621.86  | 0      | 594471.83 | 683689.59 |     |
| 8800      | 89.24          | 92.85 | 8326.08  | -35.85  | 720.96  | 721.85  | 0      | 594466.87 | 683789:46 |     |
| 8900      | 89.24          | 92.85 | 8327.4   | -40.82  | 820.83  | 821.84  | 0      | 594461.9  | 683889:33 |     |
| 9000      | 89.24          | 92.85 | 8328.73  | -45.79  | 920.7   | 921:83  | . 0    | 594456:93 | 683989.2  |     |
| 9100      | 89.24          | 92.85 | 8330.06  | -50.75  | 1020.56 | 1021.82 | 0      | 594451.97 | 684089.06 |     |
| 9200      | 89.24          | 92:85 | 8331.39  | -55.72  | 1120.43 | 1121.82 | . 0    | 594447    | 684188.93 |     |
| 9300      | 89.24          | 92.85 | 8332.72  | -60.69  | 1220.3  | 1221.81 | 0      | 594442:03 | 684288.8  |     |
| 9400      | 89.74          | 97.85 | 8334 04  | -65.65  | 1320.17 | 1371.8  | 0      | 594437.07 | 684388.67 |     |
| 9500      | 90.24          | 02.05 | 0335:37  | .70.60  | 1420.02 | 1421.79 | 0.     | 50/137/1  | 694489 53 |     |
| 9300      | 80:24          | 92.85 | 0335.37  | 70.02   | 1420.03 | 1421.79 | 0      | 594432.1  | COACOD A  |     |
| 9600      | 89.24          | 92.65 | 8550.7   | -/3.36  | 1519.9  | 1521:78 | U .    | 554427.14 | 004500.4  |     |
| 9700      | 89.24          | 92.85 | 8338.03  | -80.55  | 1619.77 | 1621.77 | U      | 594422.17 | 684688.27 |     |
| 9800      | 89.24          | 92.85 | 8339.36  | -85.52  | 1719.64 | 1721.76 | 0      | 594417.2  | 684788.14 |     |
| 9900      | 89.24          | 92:85 | 8340.69  | -90.48  | 1819.5  | 1821:75 | 0      | 594412.24 | 684888    |     |
| 10000     | 89.24          | 92.85 | 8342.01  | -95.45  | 1919.37 | 1921.74 | 0      | 594407.27 | 684987.87 |     |
| 10100     | 89.24          | 92.85 | 8343.34  | -100:42 | 2019.24 | 2021.73 | 0      | 594402.3  | 685087.74 |     |
| 10200     | 89.24          | 92.85 | 8344:67  | -105:38 | 2119:11 | 2121.73 | Ο.     | 594397.34 | 685187.61 |     |
| 10299.99  | 89.24          | 92.85 | 8346     | -110.35 | 2218.97 | 2221.72 | 0      | 594392.37 | 685287.47 |     |
| 10399.99  | 89:24          | 92:85 | 8347.33  | -115:32 | 2318.84 | 2321.71 | ٥      | 594387.4  | 685387.34 |     |
| 10499.99  | 89 74          | 97.85 | 8348 65  | -120.28 | 2418 71 | 2421.7  | 0      | 594382 44 | 685487-21 |     |
| 10599.09  | 80.24          | 07.95 | 93/0.05  | 125.25  | 2410.71 | 2521.60 | n      | 594377 47 | 685587.08 |     |
| 10599.99  | 09.24          | 92.85 | 0349.90  | -125.25 | 2510.50 | 2521.09 | 0      | 5042725   | 685586.04 |     |
| 10699.99  | 89.24          | 92.85 | 8351.31  | -130.22 | 2018.44 | 2621.68 | 0      | 594372.5  | 085080.94 |     |
| 10799.99  | 89.24          | 92.85 | 8352.64  | -135.18 | 2/18.31 | 2/21.6/ | 0      | 594367.54 | 685/86.81 |     |
| 10899.99  | 89.24          | 92.85 | 8353.97  | -140.15 | 2818.18 | 2821.66 | 0      | 594362.57 | 685886.68 |     |
| `10999.99 | 89.24          | 92:85 | 8355.29  | -145.11 | 2918:05 | 2921.65 | 0,     | 594357.61 | 685986.55 |     |
| 11099.99  | 89.24          | 92.85 | 8356.62  | -150:08 | 3017.92 | 3021.64 | 0      | 594352.64 | 686086.42 |     |
| 11199.99  | 89:24 ~        | 92:85 | 8357.95  | -155.05 | 3117.78 | 3121.64 | 0      | 594347.67 | 686186.28 |     |
| 11299.99  | 89.24          | 92.85 | 8359:28  | -160.01 | 3217.65 | 3221:63 | 0      | 594342.71 | 686286.15 |     |
| 11399.99  | 89.24          | 92.85 | 8360.61  | -164.98 | 3317.52 | 3321.62 | 0      | 594337.74 | 686386.02 |     |
| 11499.99  | 89:24          | 92.85 | 8361.94  | -169.95 | 3417.39 | 3421.61 | 0      | 594332.77 | 686485.89 |     |
| 11599.99  | 89.24          | 92.85 | 8363.26  | -174.91 | 3517:25 | 3521.6  | .0     | 594327.81 | 686585.75 |     |
| 11699 99  | 89.24          | 92.85 | 8364.59  | -179:88 | 3617.12 | 3621.59 | 0      | 594322.84 | 686685.62 |     |
| 11799 99  | 89'74          | 92.85 | 8365 92  | -184 85 | 3716'99 | 3721 58 | 0      | 594317 87 | 686785 49 |     |
| 11900.00  | 90.24          | 07.95 | 9367.35  | -190.91 | 2016.06 | 2021 57 | 0      | 59/317:01 | 696985.26 |     |
| 11000.00  | 05.24          | 92.85 | 0307.23  | 104 70  | 2010.00 | 3021.57 | 0      | 504312.51 | 696085.30 |     |
| 11999.99  | 89.24          | 92.85 | .9308:36 | -194.78 | 3910.72 | 3921.50 | 0      | 594507.94 | 080303.22 |     |
| 12099.99  | 69.24          | 92.85 | 8209.9   | -199.75 | 4010.59 | 4021.55 | 0      | 594502.97 | 687085.09 |     |
| 12199.99  | 89.24          | 92.85 | 8371.23  | -204./1 | 4116:46 | 4121.55 | 0      | 594298.01 | 68/184.96 |     |
| 12299.99  | 89.24          | 92.85 | 8372.56  | -209.68 | 4216.33 | 4221.54 | 0      | 594293.04 | 687284.83 |     |
| 12399.99  | 89:24          | 92.85 | 8373:89  | -214:64 | 4316.19 | 4321.53 | 0      | 594288.08 | 687384:69 |     |
| 12499.99  | 89.24          | 92.85 | 8375.22  | -219.61 | 4416.06 | 4421:52 | 0      | 594283.11 | 687484.56 |     |
| 12599.99  | 89.24          | 92:85 | 8376:54  | -224.58 | 4515.93 | 4521.51 | 0      | 594278.14 | 687584.43 |     |
| 12699.99  | 89.24          | 92.85 | 8377.87  | -229.54 | 4615.8  | 4621:5  | · 0    | 594273:18 | 687684.3  |     |
| 12799.99  | 89.24          | 92.85 | 8379.2   | -234.51 | 4715.66 | 4721.49 | 0      | 594268.21 | 687784:16 |     |
| 12899.99  | 89.24          | 92.85 | 8380:53  | -239.48 | 4815.53 | 4821:48 | 0      | 594263 24 | 687884:03 |     |
| 12999.99  | 89.24          | 92.85 | 8381.86  | -244.44 | 4915.4  | 4921:47 | 0      | 594258.28 | 687983.9  |     |
| 13099.99  | 89.24          | 92.85 | 8383.19  | -249:41 | 5015.27 | 5021:46 | 0      | 594253.31 | 688083.77 |     |
| 13199.99  | 89.24          | 97.85 | 8384 51  | -254 38 | 5115 13 | 5171:46 | ۔<br>م | 594248 34 | 688183.63 |     |
| 12200.00  | 80.24          | 02:05 | 0395 94  | 259.50  | -5235   | E221.40 | ç<br>Q | 504240.04 | 600105.05 |     |
| 13299.99  | 65.24          | 92,83 | 0303.04  | -235.54 | 5215    | 5221.45 | 0      | 554245.50 | 088285.5  |     |
| 13399.99  | 89.24          | 92.85 | 8387.17  | -264.31 | 5314.8/ | 5321:44 | 0      | 594238.41 | 688383:37 |     |
| 13499.99  | 89.24          | 92.85 | 8388.5   | -269.28 | 5414.74 | 5421.43 | 0.     | 594233.44 | 688483.24 |     |
| 13599.99  | 89.24          | 92.85 | 8389.83  | -274.24 | 5514.6  | 5521:42 | 0      | 594228.48 | 688583.1  |     |
| 13699.99  | 89.24          | 92.85 | 8391.15  | -279.21 | 5614.47 | 5621:41 | 0      | 594223.51 | 688682.97 |     |
| 13799.99  | 89:24          | 92.85 | 8392.48  | -284.17 | 5714:34 | 5721.4  | 0      | 594218.55 | 688782.84 |     |
| 13899.99  | 89.24          | 92.85 | 8393.81  | -289.14 | 5814.21 | 5821.39 | 0      | 594213.58 | 688882.71 |     |
| 13999.99  | 89.24          | 92.85 | 8395.14  | -294.11 | 5914.07 | 5921.38 | 0      | 594208.61 | 688982.57 |     |
| 14099.99  | 89.24          | 92.85 | 8396.47  | -299.07 | 6013 94 | 6021.37 | 0      | 594203 65 | 689082.44 |     |
| 14199 99  | 89.24          | 97.85 | 8397 79  | -304-04 | 6112.91 | 6121:36 | ñ      | 594198 68 | 689182 31 |     |
| 14200.00  | 00.24          | 07.05 | 9200.17  | <200.04 | 6713.01 | 6771.36 | .0     | CD/102-71 | 680303 10 |     |
| 14299.99  | 03.24          | 32.05 | 0100     | -309.01 | 0213:08 | 0221:30 | .U<br> | JJ4133//1 | 003202.18 |     |
| 14399.99  | 89.24          | 92.85 | 8400.45  | -313.97 | 6313:54 | 6321.35 | U      | 594188.75 | 689382.04 |     |
| 14499.99  | 89.24          | 92.85 | 8401.78  | -318.94 | 6413.41 | 6421.34 | 0      | 594183.78 | 689481.91 |     |
| 14599.99  | 89.24          | 92.85 | 8403.11  | -323.91 | 6513.28 | 6521.33 | 0      | 594178.81 | 689581.78 |     |
| 14699.99  | 89.24          | 92:85 | 8404.44  | -328.87 | 6613.15 | 6621.32 | 0      | 594173.85 | 689681.65 |     |
| 14799.99  | 89.24          | 92.85 | 8405.76  | -333.84 | 6713.02 | 6721.31 | 0      | 594168.88 | 689781.52 |     |
| 14899.99  | 89.24          | 92:85 | 8407.09  | -338 81 | 6812 88 | 6821.3  | 0      | 594163.91 | 689881.38 |     |
|           | 1              |       |          | 200.01  |         |         | -      |           |           |     |

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| 14999.99                                 | 89.24                                  | 92.85                               | 8408.42   | -343.77       | 6912.75   | 6921.29                           | 0                | 594158.95               | 689981.25                                  |  |
|--|--|-------------------------------------|---|---------------|---|-----------------------------------|------------------|-------------------------|--|--|
| 15099.99                                 | 89.24                                  | 92.85                               | 8409.75   | -348.74       | 7012.62   | 7021.28                           | 0                | 594153.98               | 690081.12                                  |  |
| 15199.99                                 | 89.24                                  | 92.85                               | 8411:08   | -353.7        | 7112:49   | 7121.27                           | 0                | 594149.02               | 690180.99                                  |  |
| 15269.56                                 | 89.24                                  | 92.85                               | 8412  | -357.16       | 7181.97   | 7190.85                           | 0                | 594145.56               | 690250:47                                  | PBHL 4H  |
| Formation Poi                            | nts: (Relative                         | to Slot Centre                      | TVD Relative  | O Drill Floor | -)  | (Contractory of the               | 3.813.4% S       | a state of the second   |  |  |
| Formation Poi                            | nte: /Palatina                         | to Slot Centro                      |   |               | 1 8 2 3 2   |                                   | 1210005          | a desta de la compañía  | are at the second                          |  |
| MD                                       | Inc .                                  | Az                                  | TVD   | N.Offset      | E.Offset  | Northing                          | Easting          | Name 🔛                  | Comment                                    | Contrast of the second   |
| (US ft)                                  | (°)                                    | (°)                                 | (US ft)   | (US ft)       | (US ft)   | (US ft)                           | (US ft)          |                         |  |  |
| Commission Construction and Construction | e mining the state of the state of the | ant at manipulation of a management | and the second secon | SCHOOL        | AND A COMPANY AND | Address of a stand a standard and | 10025 TOR 120 TO |                         | and the second second second second second |  |
| Weatherford Inte                         | rnational Limi                         | red and a second                    |   | 55 Sertéera   | 5.819 2.94 A.A.                                       | A STRATEGY CAN BE AND A           |                  | 1.2 4 60 - 10 - 10 - 10 |  | S. A. A. S. A. |

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#### \*The same choke manifold will be used with all BOP's



#### **NOTES REGARDING BLOWOUT PREVENTERS**

# Devon Energy Production Company, L.P. Agasti 27 Fed 4H

- 1. Drilling Nipple will be constructed so it can be removed mechanically without the aid of a welder. The minimum internal diameter will equal BOP bore.
- 2. Wear ring will be properly installed in head.
- 3. Blowout preventer and all associated filings will be in operable condition to withstand a minimum of 3000psi working pressure.
- 4. All fittings will be flanged.

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- 5. A fill bore safety valve tested to a minimum of 3000psi WP with proper thread connections will be available on the rotary rig floor at all times.
- 6. All choke lines will be anchored to prevent movement.
- 7. All BOP equipment will be equal to or larger in bore than the internal diameter of the last casing string.
- 8. Will maintain a kelly cock attached to the kelly.
- 9. Hand wheels and wrenches will be properly installed and tested for safe operation.
- 10. Hydraulic floor control for blowout preventer will be located as near in proximity to driller's controls as possible.
- 11. All BOP equipment will meet API standards and include a minimum 40 gallon accumulator having two independent means of power to initiate closing operation.

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# Commitment Runs Deep



Design Plan Operation and Maintenance Plan Closure Plan

SENM - Closed Loop Systems June 2008

#### 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.

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*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 dependent 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

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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.
No. 2959 P. 1



Du-Tex, Inc. Ph: (361) 887-9807 Tall Free: (888) 887-9807 Fax: (361) 887-0812 134 - 44th St. Corpus Christl, TX 78405 e-mail: dutex@dutex.com web: www.dutex.com

#### PRESSURE TEST CERTIFICATE

Apr. 22. 2013 4:04PM

| Customer :           | P & W SALES                | Test Date :       | 6/17/2009              |
|----------------------|----------------------------|-------------------|------------------------|
| Customer Rel.:       | VERBAL - BRANDON           | Ccrificate No. :  | D-061709-2             |
| invoice No. :        | 160770                     | Created by :      | RORY BOYO              |
| Product Description; | 10k3.040.0Ck31/1610kFLANGE |                   |                        |
| End Filling 1 :      | 3 1/16 10K FLANGE          | End Fitting 2 :   | 3 1/36 10k Flange      |
| Gales Parl No. ;     | 4773-4291                  | Hose Serial No. : | 1277140718080-061709-2 |
| Assembly Code :      | 127714071808               | Test Pressure :   | 15,000 PSI             |
| Working Pressure :   | 10,000 P51                 |                   |                        |

Du-Tex, Inc. certifies that the above hose assembly has been tested to the API 7K Specification requirements and passed the hydrostatic test per, Fourth Edition, Addendum 2, Test Pressure 9.10,7.1 and per table C.1 to 15,000 psi in accordance with this product number. Hose burst pressure 9.10,7.2 exceeds the minimum of 2.5 times the working pressure per table C.1.

| Quality Manager: RORY B.<br>Date: 3/24/2012<br>Signature: Rory.(.) age. | Terinical Supervisor :<br>Date :<br>Signature : | RAMAN, A | 3/14/2012 |
|---|---|----------|-----------|

Hose In Use

GATES E & S NORTH AMERICA, INC DU-TEX 134 44TH STREET CORPUS CHRISTI, TEXAS 78405 PHONE: 361-887-9807 FAX: 361-887-0812 EMAIL: crpe&s@gates.com WEB: www.gates.com ÷.

#### **10K CHOKE & KILL ASSEMBLY PRESSURE TEST CERTIFICATE**

| Customer :           | SPECIALTY SALES             | Test Data:  | 1/9/2014                                       |
|----------------------|-----------------------------|---|--|
| Customer Ref. :      | 51379-5                     | Hose Serial No.:  | D-010914-10                                    |
| Invoice Na. :        | 198286                      | Created By:   | Paige N.                                       |
| Product Description: |                             | 10K3.040.0CK31/1610KFLGE/                                       | ······   |
| Product Description: |                             | 10K3.040.0CK31/1610KFLGE/                                       | E  |
| Product Description: | 3 1/16 10K FLG              | 10K3.040.0CK31/1610KFLGE/                                       | E<br>3 1/16 10K FLG                            |
| Product Description: | 3 1/16 10K FLG<br>4773-4390 | 10K3.040.0CK31/1610KFLGE/<br>End Fitting 2 :<br>Assembly Code : | E<br>3 1/16 10K FLG<br>L34827121913D-010914-10 |

Gates E & S North America, Inc. certifies that the following hose assembly has been tested to the Gates Oilfield Roughneck Agreement/Specification requirements and passed the 15 minute hydrostatic test per API Spec 7K/Q1, Fifth Edition, June 2010, Test pressure 9.6.7 and per Table 9 to 15,000 psi in accordance with this product number. Hose burst pressure 9.6.7.2 exceeds the minimum of 2.5 times the working pressure per Table 9.





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10-11-11-11-11-1

# H&P Flex Rig Location Layout 2 Well Pad





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

# Hydrogen Sulfide (H<sub>2</sub>S) Contingency Plan

# For

Agasti 27 Fed 4H

Sec-28, T-19S R-31E 1885' FNL & 2240' FEL, LAT. = 32.6334931'N (NAD83) LONG = 103.8729274'W

**Eddy County NM** 

Devon Energy Corp. Cont Plan. Page 1



#### 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, West then Northwest on lease road. Crews should then block 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. <u>There are no homes or buildings in or near the ROE</u>.

### Assumed 100 ppm ROE = 3000'

100 ppm  $H_2S$  concentration shall trigger activation of this plan.

#### Emergency Procedures

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In the event of a release of gas containing H<sub>2</sub>S, 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 H<sub>2</sub>S 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
  - $\circ$  Detection of H<sub>2</sub>S, and
  - Measures for protection against the gas,
  - 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 (SO<sub>2</sub>). 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

| Common<br>Name      | Chemical<br>Formula | Specific<br>Gravity | Threshold<br>Limit | Hazardous<br>Limit | Lethal<br>Concentration |
|---------------------|---------------------|---------------------|--------------------|--------------------|-------------------------|
| Hydrogen<br>Sulfide | H₂S                 | 1.189<br>Air = 1    | 10 ppm             | 100 ppm/hr         | 600 ppm                 |
| Sulfur<br>Dioxide   | SO <sub>2</sub>     | 2.21<br>Air = 1     | 2 ppm              | N/A                | 1000 ppm                |

#### Characteristics of H<sub>2</sub>S and SO<sub>2</sub>

#### **Contacting Authorities**

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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 (H<sub>2</sub>S) 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  $(H_2S)$
- 2. The proper use and maintenance of personal protective equipment and life support systems.
- 3. The proper use of H<sub>2</sub>S 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 H<sub>2</sub>S metal components. If high tensile tubular are to be used, personnel will be trained in their special maintenance requirements.
- 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 H<sub>2</sub>S Drilling Operations Plan and Public Protection Plan.

There will be an initial training session just prior to encountering a known or probable  $H_2S$  zone (within 3 days or 500 feet) and weekly  $H_2S$  and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific  $H_2S$  Drilling Operations Plan and the Public Protection Plan.

#### II. HYDROGEN SULFIDE TRAINING

Note: All  $H_2S$  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 reasonable expected to contain  $H_2S$ .

#### 1. Well Control Equipment

- A. Flare line
- B. Choke manifold Remotely Operated Choke
- 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:

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

#### 3. H<sub>2</sub>S detection and monitoring equipment:

- A. Portable  $H_2S$  monitors positioned on location for best coverage and response. These unites have warning lights and audible sirens when  $H_2S$  levels of 20 PPM are reached. These units are usually capable of detecting SO<sub>2</sub>, which is a byproduct of burning  $H_2S$ .
- 4. Visual warning systems:

### Devon Energy Corp. Company Call List

| Artesia (575)           | Cellular        | Office         | Home            |
|-------------------------|-----------------|----------------|-----------------|
| •                       |                 |                |                 |
| Foreman – Robert Bell   | 748-7448        | 748-0178       | 746-2991        |
| Asst. Foreman -Tommy Po | lly.748-5290    |                | 748-2846        |
| Don Mayberry            | 748-5235        | 748-0164       | 746-4945        |
| Montral Walker          | 390-5182        | 748-0193       | .(936) 414-6246 |
| Engineer – Marcos Ortiz | .(405) 317-0666 | (405) 552-8152 | .(405) 381-4350 |

## Agency Call List

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| <u>Lea</u>    | Hobbs  |                |
|---------------|--|----------------|
| <u>County</u> | Lea County Communication Authority                   |                |
| <u>(575)</u>  | State Police   |                |
|               | City Police  |                |
|               | Sheriff's Office                                     |                |
|               | Ambulance  |                |
|               | Fire Department                                      |                |
|               | LEPC (Local Emergency Planning Committee).           |                |
|               | NMOCD  |                |
|               | US Bureau of Land Management                         | 393-3612       |
|               | co burda of cana managomontaniani                    |                |
| Eddy          | Carlsbad   |                |
| County        | State Police   |                |
| (575)         | City Police  |                |
|               | Sheriff's Office                                     |                |
|               | Ambulance  |                |
|               | Fire Department                                      |                |
|               | LEPC (Local Emergency Planning Committee)            |                |
|               | US Bureau of Land Management.                        |                |
|               | NM Emergency Response Commission (Santa Ee)          | (505) 476-9600 |
|               | 24 HR  | (505) 827-9126 |
|               | National Emergency Response Center (Washington, DC)  | (800) 424-8802 |
|               | Hational Emorgonoy Roopenso Contor (Washington, 20). | (000) 121 0002 |
|               |  |                |
|               | Emergency Services                                   |                |

|           | Boots & Coots IWC                         | (800)-256-9688 or (281) 931-8884 |
|-----------|---|----------------------------------|
|           | Cudd Pressure Control                     | (915) 699-0139 or (915) 563-3356 |
|           | Halliburton                               | (575) 746-2757                   |
|           | B. J. Services                            | (575) 746-3569                   |
| Give      | Native Air – Emergency Helicopter – Hobbs | (575) 392-6429                   |
| GPS       | Flight For Life - Lubbock, TX             |                                  |
| position: | Aerocare - Lubbock, TX                    |                                  |
|           | Med Flight Air Amb - Albuquerque, NM      | (575) 842-4433                   |
|           | Lifeguard Air Med Svc. Albuquerque, NM    | (575) 272-3115                   |

Prepared in conjunction with

Dave Small



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Devon Energy Corp. Cont Plan. Page 8

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FLOWLINE PLAT

RE-ROUTE FOR TWO - 4" BURIED POLY LINES FROM ACASTI 27 FED 3H & 4H TO AGASTI 27 FED 1H & 2H BATTERY

DEVON ENERGY PRODUCTION COMPANY, L.P. CENTERLINE SURVEY OF A PIPELINE CROSSING SECTION 28, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO OCTOBER 30, 2014

#### DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 28, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE SW/4 NE/4 OF SAID SECTION 28, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE NORTH QUARTER CORNER OF SAID SECTION 28, TOWNSHIP 19 SOUTH; RANGE 31 EAST, N.M.P.M. BEARS N20'36'13"W, A DISTANCE OF 1860.78 FEET; THENCE S7129'17"E A DISTANCE OF 200.03 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE N27'12'40"E A DISTANCE OF 697.19 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED: THENCE N11'51'27"E & DISTANCE OF 1219.47 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTH QUARTER CORNER OF SAID SECTION 28, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS SB9 40'03"W, A DISTANCE OF 1413.89 FEET;

SAID STRIP OF LAND BEING 2116.69 FEET OR 128.28 RODS IN LENGTH, CONTAINING 1.458 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

| SW/4 NE/4 | 752.08 L.F. | 45.58 RODS | 0.518 ACRES |
|-----------|-------------|------------|-------------|
| NW/4 NE/4 | 923.39 L.F. | 55.96 RODS | 0.636 ACRES |
| NE/4 NE/4 | 441.22 L.F. | 26.74 RODS | 0.304 ACRES |

#### SURVEYOR CERTIFICATE

TARAMILL

GENERAL NOTES 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

2.) BASIS OF BEARING IS NMSP EAST MODIFIED TO SURFACE COORDINATES.

SHEET: 2-6

I, FILIMON, F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE-CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY. THAT THIS SURVEY IS TRUE, AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

801 SOUTH CANAL

Phone (575) 234-3341

NEW MEXICO

CARLSBAD, NEW MEXICO 88220

SURVEY NO. 3038B

IN WITNESS WHEREOF? THIS CERTIFICATE IS EXECUTED AT CARLSBAD,

NEW MEXICO, THIS DAY OF OCTOBER 2014 MADRON SURVEYING, INC.

CARLSBAD

FNUMON F INC. 301 SOUTH CANAL MADRON SURVEYING,



#### FLOWLINE PLAT

RE-ROUTE FOR TWO - 4" BURIED POLY LINES FROM AGASTI 27 FED 3H & 4H TO AGASTI 27 FED 1H & 2H BATTERY

DEVON ENERGY PRODUCTION COMPANY, L.P. CENTERLINE SURVEY OF A PIPELINE CROSSING SECTION 21, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO OCTOBER 30, 2014

#### DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING BUREAU OF LAND MANAGEMENT LAND IN SECTION 21, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE SE/4 SE/4 OF SAID SECTION 21, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE SOUTH QUARTER CORNER OF SAID SECTION 21, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS S89'40'03"W, A DISTANCE OF 1413.89 FEET; THENCE N1151'27"E A DISTANCE OF 609:87 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE S68'53'02"E A DISTANCE OF 961.33 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE NO2 48'07"E A DISTANCE OF 196.89 FEET TO AN ANGLE POINT OF THE LINE HEREIN DESCRIBED; THENCE N89'44'53"E A DISTANCE OF 38.20 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE EAST QUARTER CORNER OF SAID SECTION 21, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS NO3 35'13"E, A DISTANCE OF 2204.49 FEET;

SAID STRIP OF LAND BEING 1806.29 FEET OR 109.47 RODS IN LENGTH, CONTAINING 1.244 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

SE/4 SE/4 1806.29 L.F. 109.47 RODS 1.244 ACRES

#### SURVEYOR CERTIFICATE

FILMON F. JARAMILLO

301 SOUTH CANAL

**CENERAL NOTES** 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

MADRON SURVEYING

2.) BASIS OF BEARING IS NMSP EAST MODIFIED TO SURFACE COORDINATES.

SHEET: 4-6

I, FILIMON F. JARAMILLO, (A) NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797. HEREBY CERTIFY THAT IS HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, HEREBY CERTIFY THAT IS HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY, S) TRUE-AND CORRECTIVE THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICOL

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD, MEXICO, THIS 34 DAY OF DETOBER 2014 NEW MEXICO, THIS

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220 Phone (575) 234-3341

ARLSBAD. NEW MEXICO

SURVEY NO. 3038B











#### SURFACE USE PLAN

#### Devon Energy Production Company, L.P. Agasti 27 Fed 4H

#### **1.** Existing Roads:

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- a. The well site and elevation plat for the proposed well are reflected on the "Site Map". The well was staked by Madron Surveying, Inc.
- b. All roads into the location are depicted on the "Vicinity Map". The operator will repair pot holes, clear ditches, repair the crown, etc. All existing structures on the entire access route such as cattle guards, culverts, etc. will be properly repaired or replaced if they are damaged or have deteriorated beyond practical use. BLM written approval will be acquired before application of surfactants, binding agents, or other dust suppression chemicals on roadways.
- c. Directions to Location: From the intersection of CR 248 (Lusk Plant Road) and CR 222 (Shugart Road) go Southwest on CR 222 about 2.5 miles to an existing well Pacer on the right site is just west of existing site.

#### 2. New or Reconstructed Access Roads:

- a. A proposed 265 LF of access road will be constructed between the existing Pacer 28 Fed 1H and the Agasti 28 Fed 3H, 4H Pad. There will be two wells on one pad, the Agasti 28 Fed 3H Agasti 28 Fed 4H. The two wells will access through the adjacent Pacer 28 Fed 1 well pad.
- b. No cattle guards, grates or fence cuts will be required. No turnouts are planned.

#### 3. Location of Existing Wells:

The attached "One Mile Radius Map" shows all existing and proposed wells within a one-mile radius of the proposed location.

#### 4. Location of Existing and/or Proposed Production Facilities:

- a. In the event the well is found productive, the production will go to the Agasti 27 Fed 1H & 2H tank battery which would be utilized and shared, and the necessary production equipment will be installed at the well site. This facility is located in Sec 22-T19S-R31E. See "Proposed Flowline Route" map.
- b. If necessary, the well will be operated by means of an electric prime mover. If electric power poles are needed, a plat and a sundry notice will be filed with your office.
- c. All flow lines will adhere to API standards.
- d. If the well is productive, rehabilitation plans are as follows:
  - i. A closed loop system will be utilized.
  - ii. The original topsoil from the well site will be returned to the location. The drill site will then be contoured as close as possible to the original state.

#### 5. Location and Types of Water Supply:

This location will be drilled using a combination of water mud systems (outlined in the Drilling Program). The water will be obtained from commercial water stations in the area and hauled to location by transport truck using the existing and proposed roads described and depicted on the

"Vicinity Map". On occasion, water will be obtained from a pre-existing water well, running a pump directly to the drill rig. In cases where a poly pipeline is used to transport water for drilling purposes, proper authorizations will be secured. If a poly pipeline is used, the size, distance, and map showing route will be provided to the BLM via sundry notice.

#### 6. Construction Materials:

Obtaining caliche: One primary way of obtaining caliche to build locations and roads will be by "turning over" the location. This means caliche will be obtained from the actual well site. Actual amounts will vary for each pad. The procedure below has been approved by BLM personnel:

- a. The top 6 inches of topsoil is pushed off and stockpiled along the side of the location.
- b. Subsoil is removed and stockpiled within the surveyed well pad.
- c. When caliche is found, material will be stock piled within the pad site to build the location and road.
- d. Then subsoil is pushed back in the hole and caliche is spread accordingly across entire location and road.
- e. Once well is drilled, the stock piled top soil will be used for interim reclamation and spread along areas where caliche is picked up and the location size is reduced.
- f. Neither caliche, nor subsoil will be stock piled outside of the well pad. Topsoil will be stockpiled along the edge of the pad as depicted in the Well Site Layout or survey plat.

In the event that no caliche is found onsite, caliche will be hauled in from a BLM approved caliche pit or other established mineral pit. A BLM mineral material permit will be acquired prior to obtaining any mineral material from BLM pits or land.

#### 7. Methods of Handling Waste Material:

- a. Drill cuttings will be safely contained in a closed loop system and disposed of properly at a NMOCD approved disposal site.
- b. All trash, junk and other waste material will be contained in trash cages or trash bins to prevent scattering. When the job is completed all contents will be removed and disposed of in an approved sanitary landfill.
- c. The supplier will pick up salts remaining after completion of well, including broken sacks.
- d. A Porto-john will be provided for the rig crews. This equipment will be properly maintained during the drilling and completion operations and will be removed when all operations are complete.
- e. Remaining drilling fluids will be sent to a closed loop system. Water produced during completion will be put into a closed loop system. Oil and condensate produced will be put into a storage tank and sold.
- f. Disposal of fluids to be transported by the following companies:
  - i. American Production Service Inc., Odessa TX
  - ii. Gandy Corporation, Lovington NM
  - iii. 1 & W Inc., Loco Hill NM
  - iv. Jims Water Service of Co Inc., Denver CO
- 8. Ancillary Facilities: No campsite or other facilities will be constructed as a result of this well.

#### 9. Well Site Layout

. 1

- a. The Rig Location Layout attachment shows the proposed well site layout and pad dimensions.
- b. The Rig Location Layout attachment proposes location of sump pits and living facilities.
- c. Mud pits in the active circulating system will be steel pits.
- d. A closed loop system will be utilized.
- e. If a pit or closed loop system is utilized, Devon will provide a copy of the Design Plan to the BLM.

#### **10.** Plans for Surface Reclamation:

- a. After concluding the drilling and/or completion operations, if the well is found non-commercial, The caliche will be removed from the pad and transported to the original caliche pit or used for other drilling locations. The road will be reclaimed as directed by the BLM. The original top soil will again be returned to the pad and contoured, as close as possible, to the original topography.
- b. The location and road will be rehabilitated as recommended by the BLM.
- c. If the well is deemed commercially productive, caliche from areas of the pad site not required for operations will be reclaimed. The original top soil will be returned to the area of the drill pad not necessary to operate the well. These unused areas of the drill pad will be contoured, as close as possible, to match the original topography.
- d. All disturbed areas not needed for active support of production operations will undergo interim reclamation. The portions of the cleared well site not needed for operational and safety purposes will be recontoured to a final or intermediate contour that blends with the surrounding topography as much as possible. Topsoil will be respread over areas not needed for all-weather operations.

#### 11. Surface Ownership

- a. The surface is owned by the US Government and is administered by the Bureau of Land Management. The surface is multiple use with the primary uses of the region for the grazing of livestock and the production of oil and gas.
- b. The proposed road routes and the surface location will be restored as directed by the BLM.

#### **12.** Other Information:

- a. The area surrounding the well site is grassland. The topsoil is very sandy in nature. The vegetation is moderately sparse with native prairie grass, sage bush, yucca and miscellaneous weeds. No wildlife was observed but it is likely that deer, rabbits, coyotes, and rodents traverse the area.
- b. There is no permanent or live water in the general proximity of the location.
- c. There are no dwellings within 2 miles of location.
- **d.** A Cultural Resources Examination will be completed by the Permian Basin Cultural Resource Fund in lieu of being required to conduct a Class III Survey for cultural resources associated with their project within the BLM office in Carlsbad, New Mexico.

#### 13. Bond Coverage:

Bond Coverage is Nationwide; Bond # is CO-1104 & NMB-000801.

#### **Operators Representative:**

The Devon Energy Production Company, L.P. representatives responsible for ensuring compliance of the surface use plan are listed below.

Darryl Fuller - Operations Engineer Devon Energy Production Company, L.P. 333 W. Sheridan Oklahoma City, OK 73102-5010 (405) 552-3665 (office) (405) 708-0461 (Cellular) Don Mayberry - Superintendent Devon Energy Production Company, L.P. Post Office Box 250 Artesia, NM 88211-0250 (575) 748-3371 (office) (575) 746-4945 (home)

### PECOS DISTRICT CONDITIONS OF APPROVAL

| <b>OPERATOR'S NAME:</b>    | Devon Energy Production Company, L.P.            |
|----------------------------|--|
| LEASE NO.:                 | NMNM-94845                                       |
| WELL NAME & NO.:           | Agasti 27 Fed 4H                                 |
| SURFACE HOLE FOOTAGE:      | 1885' FNL & 2240' FEL                            |
| <b>BOTTOM HOLE FOOTAGE</b> | 2310' FNL & 0340' FEL Sec. 27, T. 19 S., R 31 E. |
| LOCATION:                  | Section 28, T. 19 S., R 31 E., NMPM              |
| COUNTY:                    | Eddy County, New Mexico                          |

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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.

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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

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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.

#### 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.

**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.

#### **Dunes Sagebrush Lizard Trenching Monitor stipulation (if line is buried)**

- Pre-construction contact with a BLM wildlife biologist is required before any ground disturbing activities associated with the project occurs.
- Successful completion of the BLM Trench Stipulation Workshop is required for a non-agency person to be approved as a monitor.
- Any trench left open for (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, an agency approved monitor shall walk the entire length of the open trench and remove all trapped vertebrates. The bottom surface of the trench will be disturbed a minimum of 2 inches in order to arouse any buried vertebrates. All vertebrates will be released a minimum of 100 yards from the trench.
- For trenches left open for eight (8) hours or more the following requirements apply:
  - Earthen escape ramps and/or structures (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench. Metal structures will <u>not</u> be authorized. Options will be discussed in detail at the required Trench Stipulation Workshop.

- One approved monitor shall be required to survey up to three miles of trench between the hours of 11 AM-2 PM. A daily report (consolidate if there is more than one monitor) on the vertebrates found and removed from the trench shall be provided to the BLM (email/fax is acceptable) the following morning.
- Prior to backfilling of the trench all structures used as escape ramps will be removed and the bottom surface of the trench will be disturbed a minimum of 2 inches in order to arouse any buried vertebrates. All vertebrates will be released a minimum of 100 yards from the trench.
- This stipulation shall apply to the entire length of the project in the DSL habitat polygon regardless of land ownership or CCA/CCAA enrollment status.

A project closeout will be required within three business days of the completion of the project.

#### 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)

#### 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

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** 

# 6 Berm on Down Slope

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:  $\underline{400'}_{4\%} + 100' = 200'$  lead-off ditch interval

#### Cattleguards

An appropriately sized cattleguard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattleguards 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 cattleguards 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.





#### VII. DRILLING

#### A. DRILLING OPERATIONS 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

- 1. A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the Yates 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.
- 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. If the drilling rig is removed without approval an Incident of Non-Compliance will be written and will be a "Major" violation.
- 3. 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 is located, this does not include the dog house or stairway area.
- 4. 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.

#### **B.** CASING

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.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

Wait on cement (WOC) time prior to drilling out for a primary cement job will be a minimum 18 hours for a water basin, 24 hours in the potash area, or 500 pounds compressive strength, whichever is greater for all casing strings. DURING THIS WOC TIME, NO DRILL PIPE, ETC. SHALL BE RUN IN THE HOLE. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. IF OPERATOR DOES NOT HAVE THE WELL SPECIFIC CEMENT DETAILS ONSITE PRIOR TO PUMPING THE CEMENT FOR EACH CASING STRING, THE WOC WILL BE 30 HOURS. See individual casing strings for details regarding lead cement slurry requirements.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

#### Capitan Reef

Possibility of water flows in the Artesia Group, Salado, and Capitan Reef. Possibility of lost circulation in the Red Beds, Rustler, Artesia Group, Capitan Reef, and Delaware.

- 1. The 20 inch surface casing shall be set at approximately 636 feet (in a competent bed <u>below the Magenta Dolomite</u>, which is a <u>Member of the Rustler</u>, and if salt is encountered, set casing at least 25 feet 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 is to include the lead cement slurry.
- 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.
- 2. The minimum required fill of cement behind the **13-3/8** inch 1<sup>st</sup> intermediate casing is:

## **Option #1 (Single Stage):**

Cement to surface. If cement does not circulate see B.1.a, c-d above.

### **Option #2:**

Operator has proposed a DV tool 50' below previous surface shoe and will adjust cement proportionately if moved. DV tool shall be set a minimum of 50' below previous shoe and a minimum of 200' above current shoe. Operator shall submit sundry if DV tool depth cannot be set in this range. If an ECP is used, it is to be set a minimum of 50' below the shoe to provide cement across the shoe. If it cannot be set below the shoe, a CBL shall be run to verify cement coverage.

- a. First stage to DV tool:
- Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job. Operator should have plans as to how they will achieve circulation on the next stage.
- b. Second stage above DV tool:

Cement to surface. If cement does not circulate see B.1.a, c-d above. Excess calculates to 5% - Additional cement may be required.

3. The minimum required fill of cement behind the 9-5/8 inch  $2^{nd}$  intermediate casing is:

### **Option #1 (Single Stage):**

Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to Capitan Reef.

### **Option #2:**

Operator has proposed DV tool at depth of 2450', but will adjust cement proportionately if moved. DV tool shall be set a minimum of 50' below previous shoe and a minimum of 200' above current shoe. Operator shall submit sundry if DV tool depth cannot be set in this range. If an ECP is used, it is to be set a minimum of 50' below the shoe to provide cement across the shoe. If it cannot be set below the shoe, a CBL shall be run to verify cement coverage.

c. First stage to DV tool:

- Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job. Operator should have plans as to how they will achieve circulation on the next stage.
- d. Second stage above DV tool:
- Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to Capitan Reef. Excess calculates to 1% Additional cement may be required.

Centralizers required on horizontal leg, must be type for horizontal service and a minimum of one every other joint.

4. The minimum required fill of cement behind the 5-1/2 inch production casing is:

## **Option #1 (Single Stage):**

Cement should tie-back at least 50 feet above the Capitan Reef. Operator shall provide method of verification. Excess calculates to 22% - Additional cement may be required.

#### **Option #2:**

Operator has proposed DV tool at depth of 5000', but will adjust cement proportionately if moved. DV tool shall be set a minimum of 50' below previous shoe and a minimum of 200' above current shoe. Operator shall submit sundry if DV tool depth cannot be set in this range.

a. First stage to DV tool:

Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job. Operator should have plans as to how they will achieve approved top of cement on the next stage.

- b. Second stage above DV tool:
- Cement should tie-back at least 50 feet above the Capitan Reef. Operator shall provide method of verification. Excess calculates to 13% - Additional cement may be required.
- 5. 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.

## C. 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. Variance approved to use flex line from BOP to choke manifold. 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. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).
- 3. In the case where the only BOP installed is an annular preventer, it shall be tested to a minimum of 2000 psi (which may require upgrading to 3M or 5M annular).
- 4. 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.
- 5. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 13-3/8 intermediate casing shoe shall be 3000 (3M) psi.

- 6. 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 hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
  - b. The tests shall be done by an independent service company utilizing a test plug **not a cup or J-packer**.
  - c. 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.
  - d. The results of the test shall be reported to the appropriate BLM office.
  - e. 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.
  - f. 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.

## D. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

# E. 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.

JAM 092514

# VIII. 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 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 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, <u>Shale Green</u> from the BLM Standard Environmental Color Chart (CC-001: June 2008).

### **B. PIPELINES**

### STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the application (Grant, Sundry Notice, APD) 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 <u>et seq</u>. (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, <u>et seq</u>. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, <u>et seq</u>.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of 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. The holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. The holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:

- a. Activities of the holder including, but not limited to construction, operation, maintenance, and termination of the facility.
- b. Activities of other parties including, but not limited to:
  - (1) Land clearing.
  - (2) Earth-disturbing and earth-moving work.

(3) Blasting.

(4) Vandalism and sabotage.

c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, 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, salt water, or 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 discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, 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 the holder of any responsibility as provided herein.

6. All construction and maintenance activity will be confined to the authorized right-ofway width of <u>20</u> feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline must be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline must be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity will be confined to existing roads or right-of-ways.

7. No blading or clearing of any vegetation will be allowed unless approved in writing by the Authorized Officer.

8. The holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline will be "snaked" around hummocks and dunes rather then suspended across these features.

9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.

10. 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.

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.

12. Excluding the pipe, all above-ground structures not subject to safety requirement 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" – **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.

13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.

14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.

15. 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 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.

16. 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, powerline 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.

17. Surface pipelines must be less than or equal to 4 inches and a working pressure below 125 psi.

18. Special Stipulations:

a. <u>Lesser Prairie-Chicken</u>: Oil and gas activities will not be allowed in lesser prairiechicken 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 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.

# IX. 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).

# X. 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.

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).

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.

#### Seed Mixture for LPC Sand/Shinnery Sites

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The 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 <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will 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). The 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. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

lb/acre

5lbs/A

5lbs/A

3lbs/A

6lbs/A

2lbs/A

1lbs/A

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

Plains Bristlegrass Sand Bluestem Little Bluestem Big Bluestem Plains Coreopsis Sand Dropseed

**Species** 

\*Pounds of pure live seed:

Pounds of seed  $\mathbf{x}$  percent purity  $\mathbf{x}$  percent germination = pounds pure live seed