#### Form 3160-5 (August 1999)

its jurisdiction.

# UNITED STATES DEPARTMENT OF THE INTERIOR

## OCD-ARTESIA

FORM APROVED
OMB NO. 1004-0135

BUREAU OF LAND MANAGEMENT EXPIRES: NOVEMBER 30, 2000
SUNDRY NOTICES AND REPORTS ON WELLS

[5, Lease Serial No.

NMNM89052 Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals 6. If Indian, Allottee or Tribe Name SUBMIT IN TRIPLICATE 7. Unit or CA Agreement Name and No. RECEIVED 1a. Type of Well Oil Well Gas Well Other 8 Well Name and No. MAR 2 9 2006 2. Name of Operator Apache 25 Federal 16 OGD: AMTESIA **DEVON ENERGY PRODUCTION COMPANY, LP** 9. API Well No. 3. Address and Telephone No. 20 North Broadway, Ste 1500, Oklahoma City, OK 73102 405-552-7802 10. Field and Pool, or Exploratory 4. Location of Well (Report location clearly and in accordance with Federal requirements)\* Los Medanos Morrow 1980' FSL & 660' FWL 12. County or Parish 13. State Lot L Sec 25 T22S R30E Eddy NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OS SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off ✓ Notice of Intent Fracture Treat Reclamation Well Integrity Alter Casing Other Change ☐ Subsequent Report Casing Repair **New Construction** Recomplete Change Plans Plug and Abandon Temporarily Abandon Location ☐ Final Abandonment Notice Plug Back Convert to Injection Water Disposal 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work and approximate duration thereof. If the proposal deepen directionally or recomplete horizontally, give subsurface location and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirement, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection) Devon respectfully requests approval of our location of the Apache 25 Federal 16 well, as drilled at 1980' FSL & 660' FWL of Sec 25, T22S, R30E, in Eddy County, NM. Revised C-102 is attached. 14. I hereby certi true and correct Stephanie A. Ysasaga Sr. Staff Engineering Technician Name Signed Title Date 2/10/2006 (This space for Federal or State Off ce use) Title FIELD MANAGER MAR 2 7 2006 Approved by Date Conditions of approval, if any:

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II

811 South First, Artesia, NM 88210

### State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

#### DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505

#### OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-34328	Pool Code	Pool Code Pool Name Los Medanos; Mor		
Property Code	Proper APACHE "2	Well Number 16		
OGRID No. 6137	-	ODUCTION CO., L.P.	Elevation 3327'	

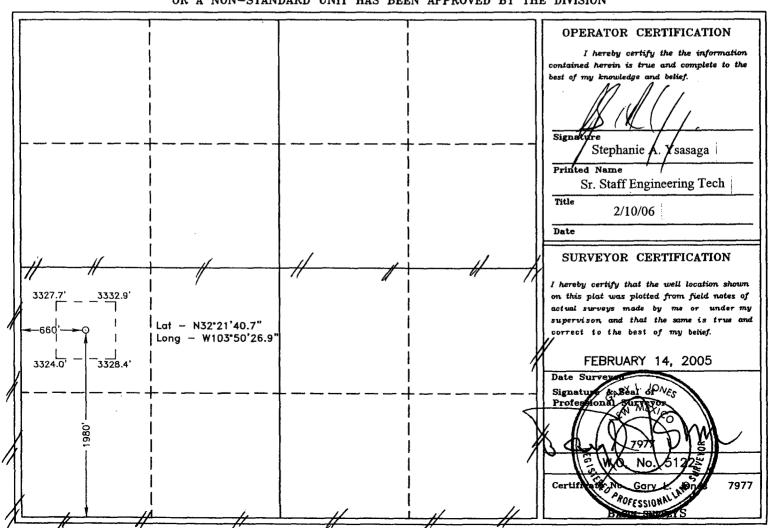
#### Surface Location

į	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	1
	L	25	22 S	30 E		1980	SOUTH	660	WEST	EDDY	l

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section T	<b>Fownship</b>	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or 1	Infill Cor	asolidation (	ode Ord	ler No.			<u></u>	·

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





20 North Broadway, Suite 1500 Oklahoma City, Oklahoma 73102-8260 Telephone: (405) 235-3611 Fax: (405) 552-4667

February 10, 2006

Tony Herrell Bureau of Land Management 620 E. Greene St. Carlsbad, NM 88220

Dear Mr. Herrell,

Devon Energy unintentionally drilled our Apache 25 Fed #16 on the wrong location. The well was permitted to be drilled at 2310' FSL & 1980' FWL of Sec 25, T22S, R30E. It was actually drilled at 1980' FSL & 660' FWL of the same Section. The mistake was unintentional and the following is a description of events causing the error.

The well was originally staked at 1980' FSL & 660' FWL after I had a discussion with Craig Cranston of the BLM solids minerals group regarding drilling in the Potash barren portion of Section 25. He had indicated that this was a location he would be willing to approve. We staked it and performed an archaeological survey for the location and submitted the APD to the BLM. Craig met with a Potash review group to discuss permitted locations in Potash areas and decided to have us move the location to 1980' FWL between the previously drilled Apache 25 Fed #12 and Apache 25 Fed #13. We restaked the 25 #16 at 2310' FSL & 1980' FWL and kept the well name the same. The APD was modified in the BLM office with a red pen denoting the new footage calls and a new C-102 staking plat and arch survey were submitted. This APD was approved by the BLM and was sent to the field to have the location built to prepare for drilling. At that time, Devon's representative met with the location contractor and incorrectly pointed out the location at the original stake. The location was built and the rig was moved in and drilled to TD and the well was completed. At that time, I traveled to the location and noticed that the well was not located between the #12 and #13 wells and determined that it was probably at the originally staked spot. A GPS was taken to the location to confirm this and the issue was brought up to Mr. Tony Harrell with the BLM.

Devon respectfully requests approval of our location of the Apache 25 Fed #16 well as drilled at 1980' FSL & 660' FWL of Sec 25, T22S, R30E, in Eddy County, NM.

Your prompt attention to this matter is appreciated. If you need additional information, please call me at 405-228-4301.

Sincerely,

James Blount

**Operations Engineer Advisor**