

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals

JAN 23 2008
OCD-ARTESIA

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM LC-026874-B
2. Name of Operator DEVON ENERGY PRODUCTION COMPANY, LP		6. If Indian, Allottee or Tribe Name
3a. Address 20 North Broadway, Ste 1500, Oklahoma City, OK 73102		7. Unit or CA Agreement Name and No.
3b. Phone No. (include area code) 405-552-4615		8. Well Name and No. Malco B Federal 5
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1700' FNL 2310' FEL 6 T18S R27E		9. API Well No. 30-015-29923
		10. Field and Pool, or Exploratory Area Red Lake (Q-GB-SA)
		11. County or Parish, State Eddy NM

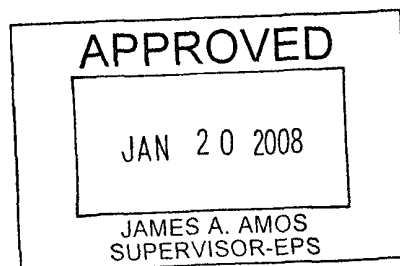
12. CHECK APPROPRIATE BOX(es) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 deepens directionally or recompletes 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)

1. MIRU PA Rig.
2. TIH to PBD @ 1,555' and circulate wellbore with 10 ppg mud. (note-CIBP @ 1,590' w/35' cement on top)
3. Spot 25 Sx cement (247') in 5-1/2" casing at 1,133'. WOC & Tag. (note-8-5/8" casing shoe at 1,083')
4. Circulate 25 Sx cement (247') for surface plug.
5. Cut wellhead off 3' below ground level. Set dry hole marker.
6. Clean location.

Accepted for record
NMOCD



14. I hereby certify that the foregoing is true and correct

Name: **Ronnie Slack**

Title: **Engineering Technician**

Signature: **Ronnie Slack**

Date: **1-15-08**

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212 make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

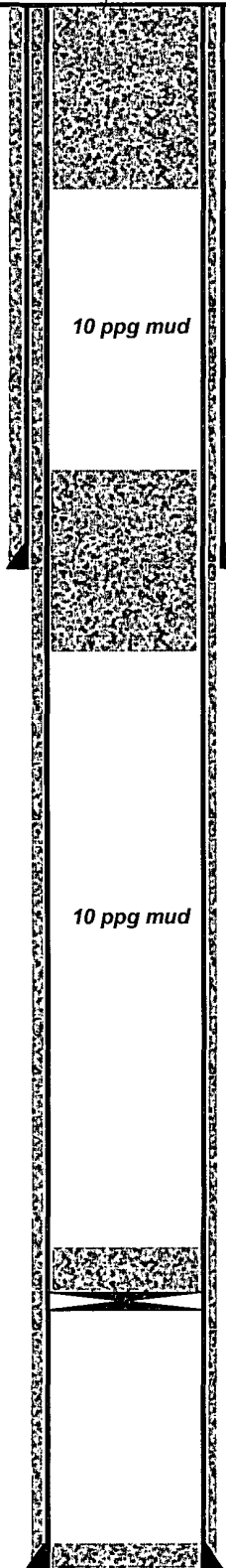
(Instructions on page 2)

DEVON ENERGY PRODUCTION COMPANY LP

Well Name: MALCO B FEDERAL #5		Field: RED LAKE	
Location: 1700' FNL & 2310' FEL; SEC 6-T18S-R27E		County: EDDY	State: NM
Elevation: 3449' KB; 3440' GL		Spud Date: 12/21/97	Compl Date: 1/20/98
API#: 30-015-29923	Prepared by: Ronnie Slack	Date: 1/14/08	Rev:

PROPOSED P&A SCHEMAT

12-1/4" hole
8-5/8", 24#, J55, STC, @ 1,083'
 Cmt'd w/600 Sx to surface



Proposed PA

1. Circulate 25 Sx cement (247') for surface plug
2. Cut wellhead off & set dry hole marker
3. Clean location

Proposed PA

1. Spot 25 Sx cement (247') @ 1,133'. WOC & Tag.

Proposed PA

1. Circulate wellbore w/10 ppg mud

**Accepted for record
 NMOCD**

SAN ANDRES

1612' - 1693'
 1750'
 1814' - 1890'
 1902' - 1954'
 2004' - 2126'

acidized 1612-2126 w/2500 gals & fraced w/322K#

7-7/8" Hole
5-1/2", 15.5#, J55, LTC, @ 2,449'
 Cmt'd w/ 500 Sx to surface

.1336 ft³/ft

35' cement (1/3/08)
 CIBP @ 1,590' (1/3/08)

2,450' TD

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CURRENT SCHEMAT

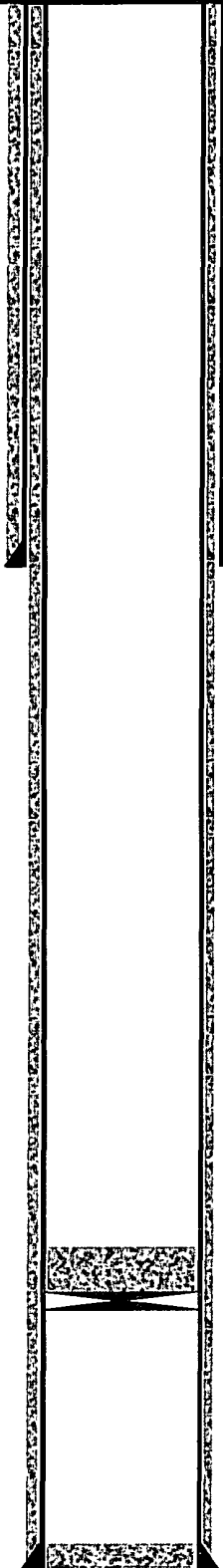
12-1/4" hole
8-5/8", 24#, J55, STC, @ 1,083'
 Cmt'd w/600 Sx to surface

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**Accepted for record
 NMOCD**

35' cement (1/3/08)
 CIBP @ 1,590' (1/3/08)

2,450' TD

BUREAU OF LAND MANAGEMENT
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201
505-627-0272

Permanent Abandonment of Federal Wells
Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within ninety (90) days from the approval date of this Notice of Intent to Abandon. If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

2. Notification: Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 505-627-0272, Eddy County call 505- 234-5972; for wells in Lea County call 505-393-3612.

3. Blowout Preventers: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.

4. Mud Requirement: Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.

5. Cement Requirement: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C", for up to 7,500 feet of depth, mixed at 14.8 lbs./gal. with 6.3 gallons of fresh water per sack or class "H", for deeper than 7,500 feet plugs, mixed at 16.4 lbs./gal. with 4.3 gallons of fresh water per sack.

6. Dry Hole Marker: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).

7. Subsequent Plugging Reporting: Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. Show date well was plugged.

8. Trash: All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration conditions of approval will be developed and furnished to you.