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UNITED STATES
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DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APROVED OMB NO. 1004-0135 EXPIRES: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS			5. Lease Serial No.
Do not use this form for proposals to drill or to re-enter an			NM0405444 6. If Indian, Allottee or Tribe Name
			o. If Indian, Another of Thise Name
S	ODIVIT IN TAIL EIGHTE	RECEIVED	7. Unit or CA Agreement Name and No.
1a. Type of Well Oil Well G	as Well	MAR 18 2010	8 Well Name and No.
2. Name of Operator	•	MACOD ADTECIA	Todd 15H Federal 8
DEVON ENERGY PRODUCTION COMPANY, LP		NMOCD ARTESIA	9. API Well No.
			30-015-37649
20 N. Broadway, Oklahoma City, Ok 73102-8260 405-235-3611			10. Field and Pool, or Exploratory
Location of Well (Report location clearly and in accordance with Federal requirements)* H 15 T23S R31E			Ingle Wells; Delaware 11. County or Parish State
1030 FINE 000 FEE 11 13 1233 NOTE			, i
12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR O			Eddy NM
TYPE OS SUBMISSION TYPE OF ACTION			
	Acidize	☐ Deepen ☐ Produ	uction (Start/Resume) Water Shut-Off
✓ Notice of Intent	Alter Casing	Fracture Treat Recla	mation Well Integrity
Subsequent Report	Casing Repair		mplete
Final Abandonment Notice	Change Plans		porarily Abandon
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 Energy Production Company L. P. respectfully requests permission to change the APD Pressure Control			
Equipment to read as follows:			
The BOP system used to drill the intermediate hole will consist of an 11" 5M Double Ram and Annular preventer. The BOP system will be tested as per BLM Onshore Oil and Gas Order No. 2 as a 3M system prior to drilling out the surface casing shoe.			
The BOP system used to drill the production hole will consist of an 11" 5M Double Ram and Annular preventer. The BOP system will be			
tested as per BLM Onshore Oil and Gas Order No. 2 as a 5M system prior to drilling out the intermediate casing shoe.			
-an			
SEE ATTACHED FOR			
SEE ATTACHED FOR CONDITIONS OF APPROVAL			
CONDITIONS OF 1777			
14. Thereby certify that the foregoing is tr	rue and correct		
Signed Jul 55	Name Title	Judy A. Barnett X8699 Regulatory Analyst	pate APP3R2OVED
(This space for Federal or State Office use)			
Approved by	Title		Date MAR 1 6 2010
Conditions of approval, if any:	Tige		Date Date
			/d/ Chris Walls
·	-		BUREAU OF LAND MANAGEMENT CARL SBAD FIELD OFFICE Value, fictions of fraudulent statements or construction and matter
Title 18 U S C. Section 1001, makes it a crime for any	y person knowingly and willfully to make any o	department or agency of the United States an within its jurisdiction	y false, fictitious or fraudulent statements or representations to any matter

CONDITIONS OF APPROVAL

OPERATOR'S NAME: | Devon Energy Production Company

LEASE NO.: | NMNM0405444

WELL NAME & NO.: | Todd 15H Federal 8 SURFACE HOLE FOOTAGE: | 1650' FNL & 660' FEL

LOCATION: | Section 15, T. 23 S., R 31 E., NMPM

COUNTY: Eddy County, New Mexico

I. DRILLING

A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified a minimum of 4 hours in advance for a representative to witness:

- a. Spudding well
- b. Setting and/or Cementing of all casing strings
- c. BOPE tests

Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

- 1. Although there are no measured amounts of Hydrogen Sulfide reported, it is always a potential hazard. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.
- 2. 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.
- 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 are located, this does not include the dog house or stairway area.
- 4. The record of the drilling rate along with the CAL/GR/N well log run from TD to surface will 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 and cement program require submitting a sundry and receiving approval prior to work. Failure to obtain approval prior to work will result in an Incident of Non-Compliance being issued.

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

Wait on cement (WOC) time 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. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. 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.

R-111-P Potash

Possible water flows in the Salado, Castile, Delaware and Bone Spring Formation.

Possible lost circulation Delaware and Bone Spring Formations.

- 1. The 11-3/4 inch surface casing shall be set at approximately 740 feet (a minimum of 25 feet into the Rustler Anhydrite and 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 a 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 8-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above.

 Casing to be set in the Lamar Limestone. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to potash.

Formation below the 8-5/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - a. First stage to DV tool, cement shall:
 - Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job.
 - b. Second stage above DV tool, cement shall:
 - Cement should tie-back at least 500 feet into previous casing string. Operator shall provide method of verification. Operator is to comply with NMOCD Order No. R-11897 as this well falls within that order.

If either the salt protection casing or the production casing is not cemented as directed above, remedial cementing operations shall be attempted until BLM is satisfied that the salt or potash interval is adequately isolated and protected.

- 4. 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.
- 5. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

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. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 3000 (3M) psi. Operator installing a 5M and testing as a 3M.
 - a. For surface casing only: BOP/BOPE is to be tested against casing, because a plug cannot be used, the wait on cement (WOC) time for that casing is to be met (see WOC statement at start of casing section). Independent service company required.
- 3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 8-5/8 intermediate casing shoe shall be 5000 (5M) psi. 5M system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. Casing cut-off and BOP installation will not be initiated until the cement has had a minimum of 8 hours setup time for a water basin. The casing shall remain stationary and under pressure for at least eight hours after the operator places the cement. In the potash area, the minimum time is 12 hours and the casing shall remain stationary and under pressure during this time period. Casing shall be under pressure if the operator uses some acceptable means of holding pressure or if the operator employs one or more float valves to hold the cement in place. Testing the BOP/BOPE against a plug can commence after meeting the above conditions plus the BOP installation time.
 - b. The tests shall be done by an independent service company utilizing a test plug.
 - c. The results of the test shall be reported to the appropriate BLM office.
 - d. 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.
 - e. 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.

D. DRILL STEM TEST

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

CRW 031010