Form 3160-3 (August 1999)

#### N.M. Oil Cons. DIV-Dist. 2

## UNITED 801eW. Grand Avenue DEPARTMENT OF THE INTERIOR BUREAU OF LAND AGESTAGE MM 88210

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

Lease Serial No. NMNM103263

6. If Indian, Allottee or Tribe Name

APPLICATION FOR PERMIT TO DRILL OR REENTER

All Lionitott of the Little		,
1a. Type of Work:  ☐ DRILL ☐ REENTER		7. If Unit or CA Agreement, Name and No.
lb. Type of Well: Oil Well 🔀 Gas Well 🔲 Ot	ner Single Zone Multiple Zone	8. Lease Name and Well No. STOCK TANK 15 FED COM 1
DEVON ENERGY PRODUCTION CO, LP	KAREN COTTOM E-Mail: karen.cottom@dvn.com	30-005- 63371
3a. Address 20 N BROADWAY, STE 1100 OKLAHOMA CITY, OK 73102	3b. Phone No. (include area code) Ph: 405.228.7512 Fx: 405.552.4621	MUSSISS (DD) C.
4. Location of Well (Report location clearly and in accord		11. Sec., T., R., M., briBlk. and Survey or Area
At surface NWSW 1980FSL 660FWL At proposed prod. zone NWSW 1980FSL 660FWL	21h.	Sec 15 T15S R28E Mer NMP SME: BLM
14. Distance in miles and direction from nearest town or post	offices N	12. County or Parish 13. State
16 MILES SE OF HAGERMANN NEW MEXICO	) (2 JUN 2003 12)	CHAVES NM
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 660	1680.00 CD - ARTESIA	17. Spacing Unit dedicated to this well  320.00
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 2 1 1 1 0 0 6 7 8 1 1 0 0 6 7 8 1 1 0 0 6 7 8 1 1 0 0 0 6 7 8 1 1 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	20. BLM/BIA Bond No. on file
21. Elevations (Show whether DF, KB, RT, GL, etc. 3574 GL	22. Approximate date work will start 06/15/2003	23. Estimated duration 45 DAYS
	24. Attachments	
The following, completed in accordance with the requirements of	of Onshore Oil and Gas Order No. 1, shall be attached to	this form:
<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 National Forest Sys SUPO shall be filed with the appropriate Forest Service Of</li> </ol>	4. Bond to cover the operation ltem 20 above). tem Lands, the 5. Operator certification	ons unless covered by an existing bond on file (see formation and/or plans as may be required by the
25. Signature (Electronic Submission)	Name (Printed/Typed) KAREN COTTOM	Date 04/29/2003
Title ENGINEERING TECHNICIAN		
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) LARRY D BRAY	Date 06/12/2003
Title ASST FIELD MANAGER	Office Roswell	
Application approval does not warrant or certify the applicant h operations thereon.  Conditions of approval, if any, are attached.	olds legal or equitable title to those rights in the subject le	ease which would entitle the applicant to conduct
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, States any false, fictitious or fraudulent statements or representa	make it a crime for any person knowingly and willfully titions as to any matter within its jurisdiction.	o make to any department or agency of the United

Additional Operator Remarks (see next page)

Electronic Submission #21166 verified by the BLM Well Information System For DEVON ENERGY PRODUCTION CO, LP, sent to the Roswell Committed to AFMSS for processing by Linda Askwig on 05/01/2003 (03LA0097AE)

#### **Additional Operator Remarks:**

Original Application expired 4/5/2003.

We propose to drill to a depth sufficient to test the Morrow formation for gas. If productive, 5 1/2 casing will b cemented to TD. If nonproductive, the well will be plugged and abandoned in a manner consistent with Federal Regulations. Specific programs are outlined in the attached documents.

port of these pro-

DISTRICT I 1888 M. Franch Dr., Mabba, 10s 88848 DISTRICT II 811 South Pirol, Artesia, 201 88210 State of New Mexico

Form C-102 Revised March 17, 1909

Bubmit to Appropriate District Office State Lease - 4 Copies

Fee Lease - 2 Copies

DISTRICT III 1000 Ris Brasso Rd., Aston, FM 57419 DISTRICT IV

2040 South Pachese, Santa Pe, 3M 97605

#### OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, New Mexico 87504-2088

CI AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Poel Name	
		WILDCAT	
Property Code	Property Name Yell Rosell STOCK TANK "15" FEDERAL 1		
OGRED No. 6137	Operator Manna DEVON ENERGY PRODUCTION COMPANY	, LP Boration 3574'	

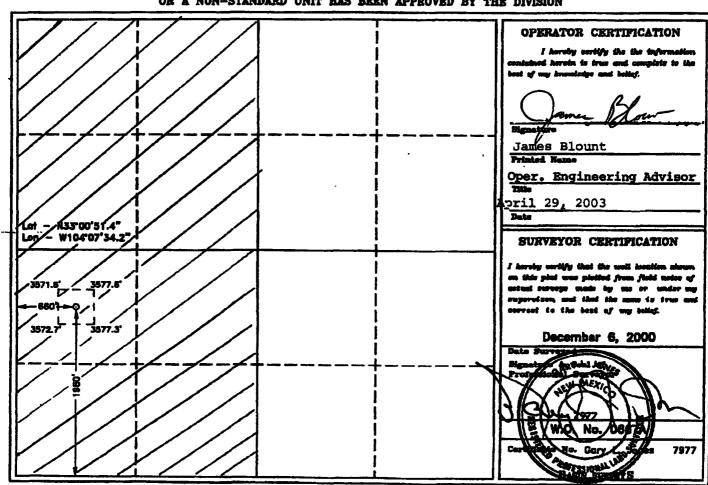
#### Surface Location

UL or lot No.	Section	Township	Range	Lot lân	Foot from the	Morth/South line	Feet from the	East/Vest line	County
L	15	15 S	28 E		1980	SOUTH	660	WEST	CHAVES
						<u> </u>	<u> </u>	<del>'</del>	ليسيبيل

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Ma	Fest from the	North/South line	Feet from the	Rant/West line	County
Dedicated Acres	Joint o	r hafill	Consolidation (	Code Or	der No.	,		<u> </u>	
320	ļ								

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



#### **DRILLING PROGRAM**

Attached to Form 3160-3
Devon SFS Operating, Inc.
STOCK TANK 15 FEDERAL COM #1
(L) 1980' FSL & 660' FWL, Section 15-T-15-S, R-28-E
Chaves County, New Mexico

#### 1. Geologic Name of Surface Formation

Alluvium

#### 2. Estimated Tops of Important Geologic Markers

Queen	1,200'
Glorieta	3,300'
Tubb	4,600'
Abo	5,400'
Wolfcamp	6,600'
Atoka	8,900'
Morrow	9,000'
Mississippian	9,200'
TD	±9,500'

#### 3. Estimated Depths of Anticipated Fresh Water, Oil or Gas

The estimated depths at which water, oil and gas will be encountered are as follows.

Water:

None expected in area

Gas:

Morrow @ 9000' - 9,200'

No other formations are expected to yield oil, gas or fresh water in measurable volumes. The surface fresh water sands will be protected by setting 13 3/8" casing at 500' and circulating cement back to surface. The oil and gas intervals will be isolated by setting 5 1/2" casing at TD and bringing cement top to approximately 7000'.

#### STOCK TANK 15 FEDERAL COM #1 DRILLING PLAN PAGE 2

#### 4. Casing Program

BYTERVALO	LENGTH	CASTNC	BURST PSI	COLLAPSE PSI	TENSION LBS	TORQUE FT-LBS	
INTERVALS	LENGIA	CASING	(DF)	(DF)	(DF)	(DF)	
<u>Surface</u> 0 - 500'	500¹	13 3/8" 48# H-40 STC	1730	740	322M	3220	
Intermediate				(2.96)	(13.4)		
0 – 2000'	2000'	8 5/8" 32# J-55 STC	3930 (1.85)	2530	372M	4020	
Production			(1.85)	(2.53) (2.53)	(5.81) (5.81)		
0 - 1000	1000'	5 1/2" 17# L-80 LTC	7740	5673	338M	3410	
~			(1.71)	(12)	(2.54)	3410	
1000' - 6900'	5900'	5 1/2" 15.5# J-55 LTC	4810	3926	217M	2390	
			(1.18)	(1.2)	(1.87)		
6900' - 9500'	2600'	5 1/2" 17# L-80 LTC	7740	6290	338M	3410	
			(6.06)	(1.39)	(13.72)		
Cementing 1	Program						
				YIELD			WOC
HOLE SIZE	DEPT	<u>CEMI</u>	ENT	CF/SX	% EXCESS	TOC	HRS
Surface							
17 ½"	500*	+1/4#/sx cellofik	(12.7#/gal)	CL2 1.88	100	Surf.	18
		Tail: 200 sxs Cl CaCl2 + 1/4#/sx ( (14.8#/gal)		1.35			
<u>Intermediate</u>							
12 ¼"	2000	Lead: 350 sxs lit	~ 1 EQ/				
	2000	+1/4#/sx cellofik Tail: 200 sxs Cl CaCl2 + 1/4#/sx c (14.8#/gal)	(12.7#/gal) "C" + 2%				
Production	2000	+1/4#/sx cellofik Tail: 200 sxs Cl CaCl2 + 1/4#/sx c	(12.7#/gal) "C" + 2%				
Production 7 7/8"	9500	+1/4#/sx cellofik Tail: 200 sxs Cl CaCl2 + 1/4#/sx c (14.8#/gal)	(12.7#/gal) "C" + 2% cellofik uss H w/3% + .1% sodium /sx gilsonite	+	30	7000 <sup>,</sup>	24
		+1/4#/sx cellofik Tail: 200 sxs Cl CaCl2 + 1/4#/sx c (14.8#/gal)  Lead: 650 sx Cls KCl + 1% FL-25 metasillicate + 5#/4#/sx celloflake +	(12.7#/gal) "C" + 2% cellofik uss H w/3% + .1% sodium /sx gilsonite	m +	30	7000°	24

The cement volumes for the 5 1/2" casing will be revised pending the caliper measurement from the open hole logs.

#### STOCK TANK 15 FEDERAL COM #1 DRILLING PLAN PAGE 3

#### 5. Minimum Specifications for Pressure Control

The blowout preventer equipment (BOP) shown in Exhibit #1 will consist of a (3M system) double ram type (3000 psi WP) preventer and a bag-type (Hydril) preventer (3000 psi WP). Both units will be hydraulically operated and the ram type preventer will be equipped with blind rams on top and 4 ½" drill pipe rams on bottom. Both BOP's will be installed on the 8 5/8" surface casing and utilized continuously until total depth is reached. As per BLM Drilling Operations Order #2, prior to drilling out the 8 5/8" casing shoe, the BOP's and Hydril will be function tested.

Pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These functional tests will be documented on the daily drillers log. A 2" kill line and 3" choke line will be incorporated in the drilling spool below the ram-type BOP. Other accessory BOP equipment will include a kelly cock, floor safety valve, choke lines and choke manifold having 3000 psi WP rating.

#### 6. Types and Characteristics of the Proposed Mud System

The well will be drilled to total depth brine with starch mud systems. Depths of systems are as follows.

<u>Depth</u>	<u>Type</u>	Weight (ppg)	Viscosity (1/sec)	Water Loss (cc)
0' - 2000'	Fresh Water	8.5	40	No control
2000' - 5200'	Fresh Water	8.5	40	No control
5200' - 8800'	Cut Brine	9.0	35-40	No control
8800' – TD	CutBrine/Starch	9.2 – 9.8	38-40	6 - 10

The necessary mud products for weight addition and fluid loss control will be on location at all times.

#### 7. 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.

#### STOCK TANK 15 FEDERAL COM #1 DRILLING PLAN PAGE 4

#### 8. Logging, Testing and Coring Program

- A. Drill stem tests may be run on potential pay interval.
- B. The open hole electrical logging program will be as follows.
  - 1) DLL/MSFL/GR from total depth to base of intermediate casing.
  - 2) CNL/LDT/GR from total depth to base of intermediate casing with CNL/GR to surface.
- C. No coring program is planned.
- D. Additional testing will be initiated subsequent to setting the 5 1/2" production casing. Specific intervals will be targeted based on log evaluation, geological sample shows and drill stem tests.

#### 9. Abnormal Pressures, Temperatures and Potential Hazards

No abnormal pressures or temperatures are foreseen. The anticipated bottom hole temperature at total depth is 140 degrees and maximum bottom hole pressure is 4200 psi. No Hydrogen sulfide or other hazardous gases or fluids have been encountered, reported or are known to exist at this depth in this area. No major loss circulation intervals have been encountered in adjacent wells.

#### 10. Anticipated Starting Date and Duration of Operations

The road and location were constructed in 2002 prior to the expiration of the APD. The anticipated spud date for the project is June 15 2003. The drilling operation should require approximately 45 days. If the well is deemed productive, completion operations will require, at minimum, an additional 30 days of testing to ascertain whether permanent production facilities will be constructed.

# Attachment to Exhibit #1 NOTES REGARDING BLOWOUT PREVENTERS Devon SFS Operating, Inc. STOCK TANK 15 FEDERAL COM #1 (L) 1980' FSL & 660' FWL, Section 15-T-15-S, R-28-E Chaves County, New Mexico

- 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 fittings will be in operable condition to withstand a minimum 3000 psi working pressure.
- 4. All fittings will be flanged.
- 5. A full bore safety valve tested to a minimum 3000 psi 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.

#### UNITED STATES DEPARTMENT OF THE INTERIOR

# Bureau of Land Management Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201-1287

#### Statement Accepting Responsibility for Operations

Operator Name:	Devon Energy Production Company, LP
Street or Box:	20 North Broadway, Ste 1500
City, State:	Oklahoma City, OK 73102
Zip Code:	

The undersigned accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on the leased land or portion thereof, as described below.

Lease No.: NM103263

Legal Description of Land: 1680 Acres, Sec 15, T15S, R28E

Formation(s): Wildcat

Bond Coverage: Nationwide

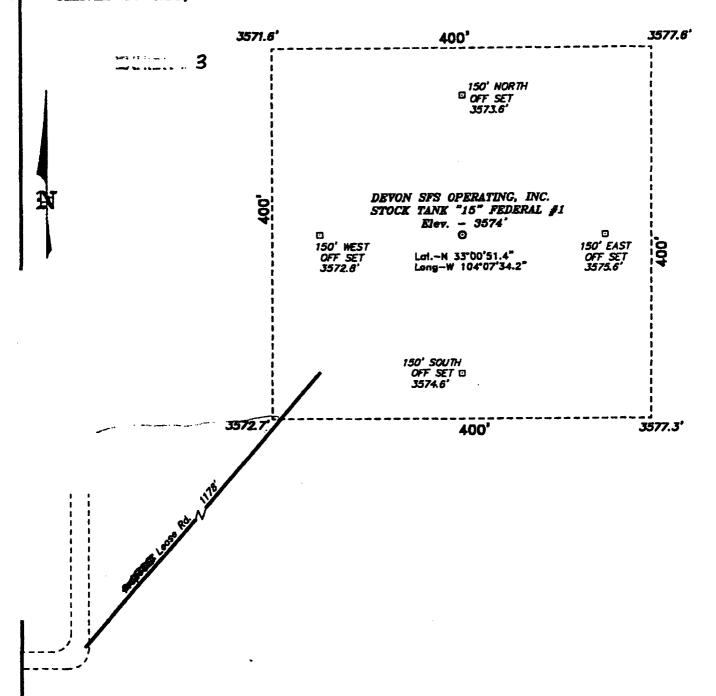
BLM Bond File No.: CO1104

Authorized Signature: Bill Smarkers (KC)

Title: Operations Engineering Advisor

Date: 4/29/03

### SECTION 15, TOWNSHIP 15 SOUTH, RANGE 28 EAST, N.M.P.M., CHAVES COUNTY, NEW MEXICO.



Directions to Location:

FROM THE JUNCTION OF US HWY 82 & CO. RD. 214, GO NW 11.2 MILES, THENCE 1.6 MILES NE THROUGH FENCE; THENCE NE 3.2 MILES ON CALICHE ROAD; THENCE O.8 MILES EAST PAST YATES ATI #4 WELL TO A 2-TRACK ROAD; THENCE SOUTH 0.2 MILE; THENCE 0.5 MILE EAST TO PROPOSED LEASE ROAD.

BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 0667

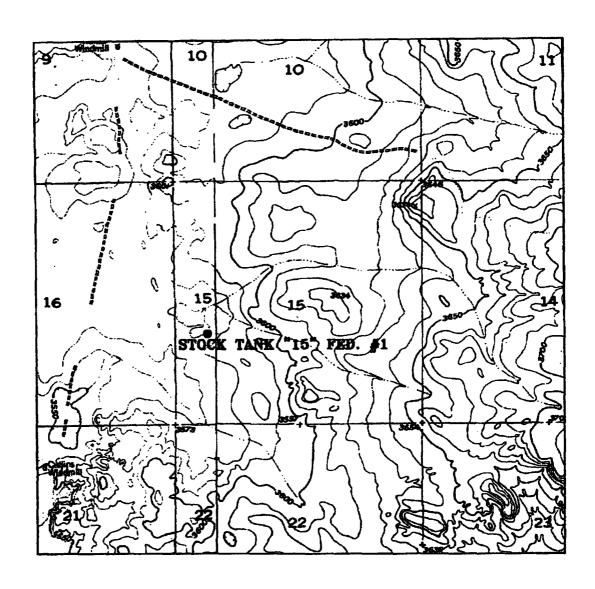
Drawn By: K. GOAD



#### DEVON SFS OPERATING, INC

REF: Stock Tank "15" Fed. Com. No. 1 / Well Pad Topo

THE STOCK TANK "15" FED. No. 1 LOCATED 1980' FROM THE SOUTH LINE AND 660' FROM THE WEST LINE OF SECTION 15, TOWNSHIP 15 SOUTH, RANGE 28 EAST, N.M.P.M., CHAYES COUNTY, NEW MEXICO.



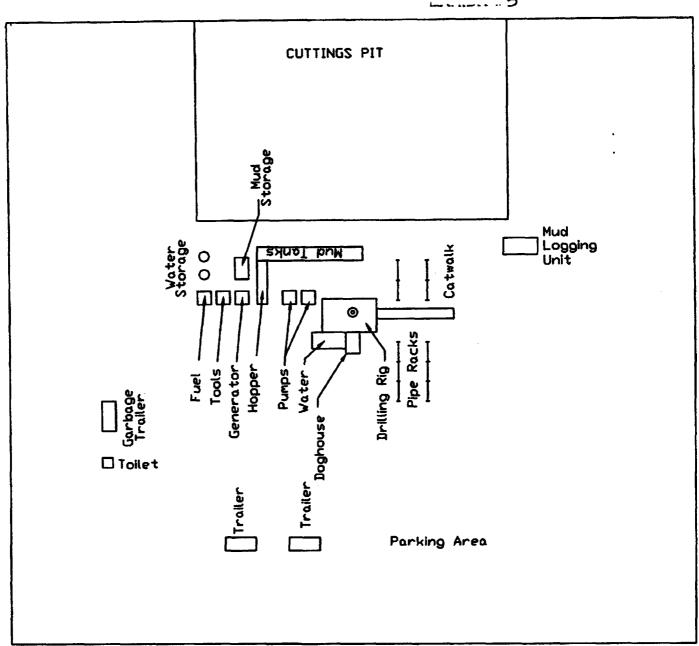
STOCK TANK "15" FED. #1
Located at 1980' FSL and 660' FWL
Section 15, Township 15 South, Range 28 East,
N.M.P.M., Chaves County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number:	0667AA - KJG <b>#</b> 122
Survey Date:	12-06-2000
Scale: 1" = 2	000,
Deter 12 11	2000

DEVON SFS OPERATING INC.



devon

STOCK TANK "15 FEDERAL CHARGE COUNTY, NEW MEXICO

Drilling Pad EXHIBIT 5

#### MINIMUM BLOWOUT PREYENTER REQUIREMENTS

#### 3,000 psi Working Pressure

#### 3 MWP

#### EXHIBIT #

#### STACK REQUIREMENTS

No.	ilem		Mın, 1.D,	Min. Nominal
1	Flowline			
2	Fill up line			2-
3	Drilling nipple			
4	Annular preventer			
5	Two single or one dual hyd operated rams	raulically		
6a	Drilling speel with 2° min. i 3° min choke line outlets			
бb	2" min. kill line and 3" min. choke line outlets in ram. (Alternate to Ba above.)			
7	Vaive	Gate [] Plug []	3-1/6"	
8	Gale valve-power operate	ıd	3-1/8"	
9	Line to choke manifold			3.
10	Valves	Gate (1) Plug (1)	2-1/16"	
11	Check vaive		2-1/16"	
12	Casing head			
13	Vaive	Gate D Plug D	1-13/16"	
14	Pressure gauge with need	e valve		
15	Kill line to rig mud pump m			5.

• • • • • • • • • • • • • • • • • • • •
ANHULAN PREVENTER
SLIND RAME
B PIPE RAME
DRILLING SPOOL
CARING HEAD
(E) CASING 12

CONFIGURATION

OPTIO	NAL
16 Flanged valve	1-13/16"

#### CONTRACTOR'S OPTION TO FURNISH:

- All equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 3,000 psi, minimum.
- Automatic accumulator (80 gailon, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- BOP controls, to be located near drillers position.
- 4.Kelly equipped with Kelly cock.
- E.inside blowout prevventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used,
- Kelly saver-sub equipped with rubber casing protector at all times.
- 7.Plug type blowout preventer tester.
- 8.Extra set pipe rams to fit drill pipe in use on location at all times.
- 9. Type RX ring gaskets in place of Type R.

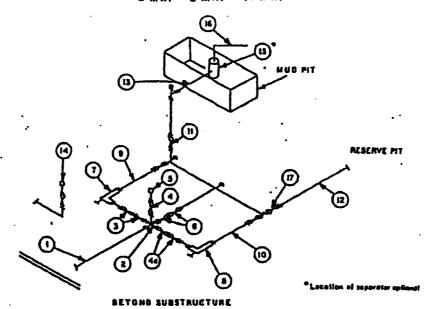
#### MEC TO FURNISH:

- 1.Bradenhead or casinghead and side
- 2. Wear bushing, if required.

#### GENERAL NOTES:

- 1.Deviations from this drawing may be made only with the express permission of MEC's Dritting Manager,
- 2. All connections, valves, littings, piping, etc., subject to wall or pump pressure must be flanged (suitable clamp connections acceptable) and have minimum working pressure equal to rated working pressure of preventers up through chore. Valves must be full opening and suitable for high pressure mud service.
- Controls to be of standard design and each marked, showing opening and closing position.
- 4. Chokes will be positioned so as not to hamper or delay changing of choke beans. Replaceable parts for adjustable choke, other bean sizes, retainers, and choke wrenches to be conveniently located for immediate use.
- 5.All valves to be equipped with handwheels or handles ready for immediate use.
- 6. Choke lines must be suitably anchored.

- 7. Handwheels and extensions to be connected and ready for use.
- Valves adjacent to drifting apool to be kept open. Use outside valves except to emergency.
- All seamless steel control piping (3000 psi working pressure) to have flaxible joints to svoid stress. Hoses will be permitted.
- 10.Casinghead connections shall not be used except in case of emergency.
- 11.Do not use kill line for routine fill-up operations.



MINIMUM REQUIREMENTS										
		3,000 MWP			5,000 MWP			10,000 MWP		
No.		1,0,	NOMINAL	RATING	1,0.	NOMINAL	RATING	I.D.	NOMINAL	RATING
1	Line from drilling speci		3-	3,900		3-	5,000		3.	10,000
. 2	Cross 3"x3"x3"x2"			1,000			5,000			
	Cross 3"x3"x3"x3"									10,000
3	Valves(1) Gate [] Plug ()(2)	3-1/8-		3,000	3-1/8*		5,000	3-1/8*		10,000
4	Valve Gate []	1-13/16"		3,000	1-13/16"		5,000	1-13/16"		10,000
48	Valvas(1)	2-1/16"		3,000	2-1/16"		5,000	3-1/8"		10.000
5	Pressure Gauge			3,000			5,000			10,000
6	Valves Gate C Plug □(2)	3-1/8"		3,000	3-1/8"		5,000 .	3-1/8"		10,000
7	Adjustable Choke(3)	2-		3,000	2"		5,000	2-		10,000
8	Adjustable Choke	1*		2,000	1"		5,000	2.		10,000
9	Line		' 3"	J,000		3.	5,000		3-	10,000
10	Line		2"	3,000		5-	5,000		. 3" .	. 10,000
11	Valves Gate □ (2)	3-1/6-		3,000	3-1/8*		5,000	3-1/8*		10,000
12	Lines		3-	1,000		3.	1,000		3.	2.000
13	Lines .	· .	3.	1,000		3-	1,000	•	3.	2,000
14	Remate reading compound standplps pressure gauge			3,000			5,000	٠		10,000
15	Gas Separator		2'x5'			2'x5'			2'x5'	<del></del>
16	Line		4"	1,000		4"	1,000		4"	2,000
17	Valves Gete []	3-1/8"		3,000	3-1/8*		5,000	3-1/8"		10,000

- (1) Only one required in Class 3M.
- (2) Gate valves only shall be used for Class 10M.
- (3) Flemate operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling.

#### EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTIONS

- 1. All connections in choke manifold shall be welded, studded, flanged or Cameron clamp of comparable rating.
- 2. All flanges shall be API 58 or 68X and ring gazkets shall be API RX or BX. Use only BX for 10 MWP.
- 3. All lines shall be securely anchored.
- 4. Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available.
- 5. Choke manifold pressure and standplpe pressure gauges shall be available at the choke manifold to assist in regulating chokes. As an alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standplpe pressure gauge.
- Line from drilling spool to choke manifold should be as straight as possible. Lines downstream from chokes shall make turns by large bends or 90° bends using buil plugged toos.
- 7. Discharge lines from chekes, choke bypass and from top of gas separator should vent as far as practical from the well.