Form 3160-3 (December 1990)

UNITE' STATES DEPARTMENT OF THE INTERIOR RUBEAU OF LAND MANAGEMENT

SUBMIT IN TRIPI

reverse side)

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Form approved.

clsk

	BUREAU OF LAN	5.LEASE DESIGNATION AND SERIAL NO.					
			Oll Come Division	LC-031	844		
	APPLICATION FOR PERMI	T TO DRILL OR DEEPEN.M.	. Oil Cons. Divisio	LIF INDI	AN, ALLOTTEE OR TRII	BE NAME	
TYPE OF WORK:	DRILL	DEEPEN 🛛 2115	S. 1st Street		GREEMENT NAME		
TYPE OF WELL:		Artes	sia, NM 88210-2834	7.UNII A	GREEMEN! NAME		
oir 🔲	OAS Other WIW	SINOLE ZONE	MULTIPLE ZONE	8.FARM	OR LEASE NAME, WELL	NO.	
NAME OF OPERAT	TOR			Fren O	il Company #13		
DEVON ENERGY CORPORATION (NEVADA)					9.API WELL NO.		
ADDRESS AND TE	ELEPHONE NO.	E 1500 OVC OV 73107 (40	NS) 235-3611	30-015-05261			
LOCATION OF WE	LL (Report location clearly and in a	E 1500, OKC, OK 73102 (40	ents)*		AND POOL, OR WILDO	AT	
At surface 660'	FSL & 710' FEL of Section 19	oo, aanoo min any amin'ny amin'ny	,		irg-Jackson Field	SURVEY OR ARE.	
					19-T17S-R31E		
At top proposed prod.	zone (SAME)			Secuoi			
DISTANCE IN MILES AN	ID DIRECTION FROM NEAREST TOWN O	R POST OFFICE*		12. COU	NTY OR PARISH	13. STATE	
niles east of Loco Hi				Eddy County NM		NM	
		16 NO. OF ACRES IN LEASE		l	17.NO. OF ACRE	S ASSIGNED	
DISTANCE FROM PROP LOCATION TO NEARE:	ST	200			TO THIS WEL		
PROPERTY OR LEASE (Also to nearest drig, unit li					40		
DISTANCE FROM PROP	OSED LOCATION* RILLING, COMPLETED,	19.PROPOSED DEPTH			20.ROTARY OR	CABLE TOOLS*	
OR APPLIED FOR, ON	THIS LEASE, FT. 50°	3500'		1	Rotary	WILL STANTS	
ELEVATIONS (Show who	other DF, RT, GR, etc.)				APPROX. DATE WORK	WILL SIAKI"	
R=3594'				De	ecember 15, 1996		
		PROPOSED CASING AND CE	MENTING PROCESM		+	· ·	
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH		QUANTITY OF CEMENT		
- SIZE OF HOLE	8 5/8"	28#	514'		75 sxs		
	7" J-55	20#	3194'		150 sxs		
1/4"	4 1/2" J-55	11.6#	3500'		circulate to surfa	ice	
roposed: TD @ 35 Run 4 15 Perforat Return v	ons: 3044'- 3186'(OA) and Ope 500' 2" casing string and set at 350 ee: 2750'- 3437'(OA) well to water injection.	O'. Cement back to surface. A Horry at a company of the company o	ata on present productive zon d and true vertical depths. Gi	e and pro	oposed new producti	ve zone. If pro n, if any.	
	RUILT		s H. Carleton				
SIGNED 🗡	hillo Waiteton	TITLE Sr. Eng	gineering Tech. D.	ATE <u>10</u>	D/16/96		
	deral or State office use)						
,					1 1 1		
	es not warrant or certify that the applica PPROVAL, IF ANY:	nt holds legal or equitable title to those	rights in the subject lease which w	would entit	tle the applicant to cond	luct operations th	
APPROVED BY			<u>OLEUM ENGINES</u>	ilv. I	DATE	22/96	
		See Instructions On F	Reverse Side		1		

DEVON ENERGY OPERATING CORPORATION WELLBORE SCHEMATIC WELL NAME: FREN OIL COMPANY #13 FIELD: GRAYBURG-JACKSON LOCATION: 660 FSL & 710 FEL, SEC 19-T17S-R31E COUNTY: EDDY STATE: NM ELEVATION: GL=3594'; KB=UNK SPUD DATE: 03/05/55 COMP DATE: 06/13/55 API#: 30-015-05261 PREPARED BY: C.H. CARLETON DATE: 10/08/96 **DEPTH** SIZE WEIGHT GRADE THREAD **HOLE SIZE** CASING: 0' - 514' 8 5/8" CASING: 0' - 3194' 7" J-55 8" CASING: **TUBING:** 0' - 2971' 2 3/8" 4.7# J-55 8rd TUBING: CURRENT **PROPOSED** OPERATOR: DEVON ENERGY OPERATING CORPORATION 8 5/8" CASING, SET W/75 SXS. TOC @ 390'(calc) BAKER AD-1 PACKER @ 2971' PERFORATIONS: 3044'- 3186' (OA) 7" CASING SET W/150 SXS. TOC @ 1980' OPEN HOLE COMPLETION: 3194'- 3337' PBTD @ 3333' TD @ 3337

DEVON ENERGY OPERATING CORPORATION WELLBORE SCHEMATIC WELL NAME: FREN OIL COMPANY #13 FIELD: GRAYBURG-JACKSON LOCATION: 660'FSL & 710'FEL, SEC 19-T17S-R31E COUNTY: EDDY STATE: NM ELEVATION: GL=3594'; KB=UNK SPUD DATE: 03/05/55 COMP DATE: 06/13/55 API#: 30-015-05261 PREPARED BY: C.H. CARLETON DATE: 10/08/96 DEPTH SIZE WEIGHT GRADE THREAD HOLE SIZE CASING: 0' - 514' 8 5/8" 28# 10" CASING: 0' - 3194' 20# J-55 CASING: 0' - 3500' 4 1/2" 11.6# J-55 6 1/4" LT&C TUBING: 0' - 2700' 2 3/8" 4.7# J-55 8rd TUBING: **CURRENT** PROPOSED OPERATOR: DEVON ENERGY OPERATING CORPORATION 8 5/8" CASING, SET W/75 SXS. TOC @ 390'(calc) INJECTION INTERVAL: 2750'- 3437' BAKER AD-1 PACKER @ 2700' 7" CASING SET W/150 SXS. TOC @ 1980" PERFORATIONS: 2750'- 3437' (OA) 4 1/2" CASING. TOC @ SURFACE TD @ 3500'

DEVON ENERGY OPERATING CORPORATION

HYDROGEN SULFIDE DRILLING OPERATIONS PLAN

A. Hydrogen Sulfide Training

All rig crews and company personnel will receive training from a qualified instructor in the following areas prior to penetrating any hydrogen sulfide bearing formations during drilling operations:

- 1. The hazards and characteristics of hydrogen sulfide (H2S).
- 2. The proper use and maintenance of the H2S safety equipment and of personal protective equipment to be utilized at the location such as H2S detection monitors, alarms and warning systems, and breathing equipment. Briefing areas and evacuation procedures will also be discussed and established.
- 3. Proper rescue techniques and procedures will be discussed and established.

In addition to the above, supervisory personnel will be trained in the prevention of oil and gas well blowouts in accordance with Minerals Management Service Standards Subpart - 0 - 250 - 212.

Prior to penetrating any known H2S bearing formation, all rig crews and company personnel will be required to have received appropriate H2S training course and have certification of such training. All contract personnel employed on an unscheduled basis will be required to have received appropriate H2S training.

This Hydrogen Sulfide Drilling And Operations Plan shall be available at the wellsite during drilling operations.

B. H2S Safety Equipment And Systems

All H2S safety equipment and systems will be installed, tested, and operational when drilling operations reaches a depth approximately 500' above any known or probable H2S bearing formation. The safety systems to be utilized during drilling operations are as follows:

1. Well Control Equipment

(a) Double ram BOP with a properly sized pipe rams to accommodate all pipe sizes in use.

2. H2S Detection And Monitoring Equipment

- (a) Two (2) H2S detection monitors will be placed in service at the location. One monitor will be placed on the rig floor and, one will be at the working mud pits. This monitoring system will have warning lights and audible alarms that will alert personnel when H2S levels reach 20 ppm.
- (b) One (1) Sensidyne Pump with the appropriate detection tubes will also be available to perform spot checks for H2S concentrations in any remote or isolated areas.

3. Protective Equipment For Essential Personnel

Protective equipment will consist of the following:

- (a) One (1) five minute escape pack will be available for the rig's derrick man.
- (b) Two (2) thirty minute rescue packs to be located at the designated briefing areas.

4. Visual Warning System

Visual warning system will consist of the following:

- (a) Two wind direction indicators.
- (b) One condition / warning sign which will be posted on the road providing direct access to the location. The sign will contain lettering of sufficient size to be readable at a reasonable distance from the immediate location. The sign will inform the public that a hydrogen sulfide gas environment could be encountered be at the location.

5. Mud Program

(a) The mud program has been designed to minimize the volume of H2S circulated to surface. Proper mud weight and safe drilling practices (for example, keeping the hole filled during trips) will minimize hazards when drilling in H2S bearing formations.

6. Metallurgy

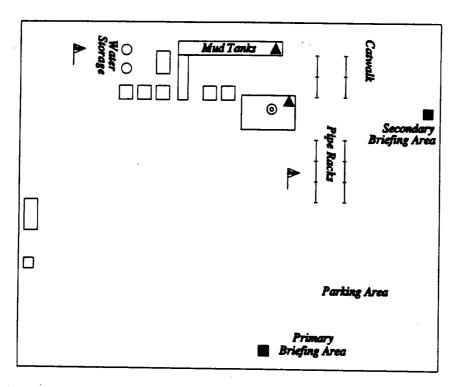
(a) All drill strings, casings, tubing, wellhead, blowout preventers, drilling spools, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.

7. Communication

(a) Two way radio and cellular telephone communication will be available in company vehicles.

C. Diagram Of Drilling Location

1. Attached is a diagram representing a typical location layout as well as the location of H2S monitors, briefing areas, and wind direction indicators.



- H2S MONITORS WITH ALARMS AT THE RIG FLOOR, AND STEEL MUD PITS WIND DIRECTION INDICATORS
- SAFE BRIEFING AREAS WITH CAUTION SIGNS AND PROTECTIVE BREATHING EQUIPMENT

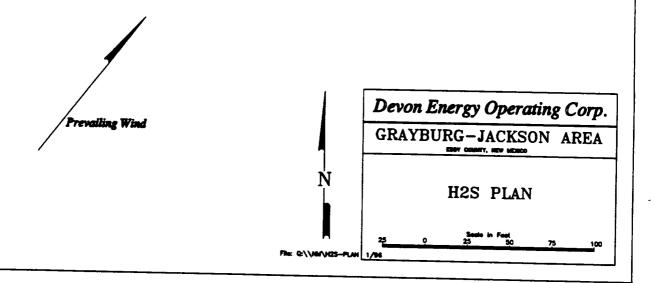


EXHIBIT 1

MINIMUM BLOWOUT PREVENTER REQUIREMENTS

3000 psi Working Pressure

3 MWP

STACK REQUIREMENTS

No.		ltem	Min. I.D.	Min. Nominai
1	Stripping head			
2	Two single or on operated rams	e dual hydraulically		
3	Tubing head W/2	2-2" outlets		
4	2" min. idil line and 3" min. choke line outlets in ram. (alternate to 3 above)			
5	Valve	Gate Plug	2*	
6	Valve	Gate Plug	2"	
7	Casing head			
8	Valve	Gate 🗆 Plug 🗆	1-13/16*	
9	Pressure gage with needle valve			

CONFIGURATION A STRIPPING HEAD BLIND RAMS 2 PIPE RAMS 6 **TUBING** HEAD (10) 5 **CASING HEAD** (8) **(8**) CASING

OPTIONAL

10	Flanged valve	1-13/16*	
L		1-10/10	

MEC TO FURNISH

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

GENERAL NOTES

- 1. Deviations from this drawing may be made only with the express permission of MEC's Drilling manager.
- 2. All connections, valves, fittings, piping, etc., subject to well pump pressure must have minimum working pressure of preventers up through choice. Valves must be full opening and suitable for high pressure mud service.
- 3. Controls to be of standard design and each marked, showing opening and closing position.
- 4. All valves to be equipped with handwheels or handles ready for immediate use.
- 5. Choke lines must be suitably anchored.
- 6. Handwheels and extensions to be connected and ready for use.
- 7. All seemless steel control piping (3000 pel worlding pressure) to have flexible joints to avoid stress. Hoses will be permitted.
- 8. Casinghead connections shall not be used except in case of emergency.

H. E. WEST "A" & "B" WATERFLOOD EXPANSION

Deepening Wells Prior to Conversion

Devon Energy Operating Corporation plans to deepen the subject wells utilizing a completion unit in conjunction with a reverse circulating unit. A standard 3000 psi working pressure double ram BOP with a stripping head will be utilized. Since all wells proposed for deepening have casing set and are cemented below 2500', a conventional choke manifold is not needed. The BOP and stripping head have the capability of controlling flow while drilling and / or shutting the well in.

All drilling fluids will be contained in steel pits. No reserve pit will be needed. All proposed work will be contained on the original pad with no disturbance to the surrounding area.

The drilling mud program will be a 9.0 ppg - 10.0 ppg brine water. This should be sufficient weight to allow circulation of drilling fluids to the surface while at the same time controlling the reservoir pressures customary for this area.