

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK

DRILL ☒DEEPEN ☐

b. TYPE OF WELL

OIL
WELL ☒GAS
WELL ☐OTHER ☐SINGLE
ZONE ☐MULTIPLE
ZONE ☐

2. NAME OF OPERATOR

Devon Energy Corporation (Nevada) ✓ Attn: Debby O'Donnell

3. ADDRESS AND TELEPHONE NO.

(405) 552-4511
20 North Broadway Suite 1500 Oklahoma City, OK 73102

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)

At surface 1850' FSL & 1700' FWL

At proposed prod. some same

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

35 miles west-northwest of Jal, NM

15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drig. unit line, if any)

1700'

16. NO. OF ACRES IN LEASE

720

17. NO. OF ACRES ASSIGNED

40

18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT.

1000'

19. PROPOSED DEPTH

8350'

20. ROTARY OR CABLE TOOLS

rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

3388' G.L.

22. APPROX. DATE WORK WILL START*

April 1, 1994

23.

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
17 1/2"	13 3/8"	48#, H-40, ST&C	850' - circulate	450 sx LITE + 200 sx Class C
11"	8 5/8"	32#, J-55, ST&C	4400' - circulate	1600 sx LITE + 200 sx Class C
7 7/8"	5 1/2"	15.5 & 17#, J-55	8350' - 2 stage DV tool @ 5500'± (TIE BACK)	1st Stage - 500 sx Silica Lite 2nd Stage - 200 sx Lite + 425 sx Class C + 4% gel

Devon Energy proposes to drill to approximately 8350' to test the Delaware for commercial quantities of oil. If the Delaware is deemed non-commercial, the wellbore will be plugged and abandoned as per Federal regulations. Programs to adhere to onshore oil and gas regulations are outlined in the following exhibits and attachments.

Drilling Program

Surface Use and Operating Plan

Exhibit #1/#1-A - Blowout Prevention Equipment

Exhibit #2 - Location and Elevation Plat

Exhibit #3 - Planned Access Roads/Topo Map

Exhibit #4 - Wells Within 1 Mile Radius

Exhibit #5 - Production Facilities Plat

Exhibit #6 - Rotary Rig Layout

Exhibit #7 - Casing Program

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

Lease # - NM 0418220-A

Legal Description - 1850' FSL & 1700' FWL

Section K-27-T23S-R31E

Formation - Delaware

Date - 2/23/94

Bond Coverage - nationwide (bond file # CO-1104)

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24.

SIGNED

TITLE

Charles W. Horsman

District Engineer

DATE

2/23/94

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

Application approval 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 operations thereon. CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY

Acting Assoc.

DATE

APR 5 1994

*See Instructions On Reverse Side