<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-101 August 1, 2011

Permit 152309

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

DEVON ENERGY PE	Operator Name and Address DEVON ENERGY PRODUCTION COMPANY, LP		
	Sheridan Avenue la City, OK 73102	3. API Number 30-015-40507	
4. Property Code	5. Property Name	6. Well No.	
38434	TURQUOISE PWU 27		

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
H	27	198	29E	H	1930	N	50	E	EDDY

8. Pool Information

PARKWAY:BONE SPRING	49622

Additional Well Information

	_		radicional Well Informa	tion .	77	
9. Work Type New Well	1400,000	Well Type 11. Cable/Rotary 12. OIL		12. Lesse Type State	13. Ground Level Elevation 3332	
14. Multiple 15. Proposed Depth N 11902		16. Formation 17. Contract 1st Bone Spring Sand		18. Spud Date		
Depth to Ground	water		Distance from nearest fresh water w	rett	Distance to nearest surface water	

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	300	340	0
Int1	12.25	9.625	40	3400	1075	0
Prod	8.75	5.5	17	11902	1395	0
Prod	8.75	5.5	17	6600	705	2900

Casing/Cement Program: Additional Comments

13-3/8 Lead: w/340sx HalCem-C + 2% CaCl-Flake + 0.125#/sx Poly-EF, Yld. 1.35 cf/sx, FW 14.8 ppg. 9-5/8 Lead: w/780sx EconoCem-HLC + 5% Salt + 0.125#/sx Poly-EF, Yld. 1.85 cf/sx, FW 12.9 ppg. Tail: w/295sx HalCem-C + 0.125#/sx Poly-EF. Yld. 1.33 cf/sx, FW 14.8 ppg. 5-1/2 Lead: w/705sx EconoCem-HLH + 0.125#/sx Poly-EF + 0.10% HR-601. Yld. 1.95 cf/sx, FW 12.5 ppg. Tail: w/1395sx VersaCem-H 0.125#/sx Poly-EF + 0.10% HR-601 + 1#/sx Salt. Yld. 1.22 cf/sx, FW 14.5 ppg. TVD 7095

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer				
Annular	3000	3000					
DoubleRam	3000	3000					

I hereby certify that the information giv of my knowledge and belief. I further certify that the drilling pit	en above is true and complete to the best will be constructed according to	OIL CONSERVATION DIVISION				
NMOCD guidelines , a general pe OCD-approved plan .		Approved By: Randy Dade				
Printed Name: Electronically file	ed by Randy Bolles	Title: District Supervisor				
Title: Manager, Regulatory Affa	irs	Approved Date: 7/23/2012	Expiration Date: 7/23/2014			
Email Address: randy.bolles@d	vn.com					
Date: 7/20/2012	Phone: 405-228-8588	Conditions of Approval Attached				

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 303-6161 Fax: (575) 303-072

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State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-102 August 1, 2011

Permit 152309

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-40507	2. Pool Code 49622	3. Pool Name PARKWAY;BONE SPRING
4. Property Code 38434	5. Property Name TURQUOISE PWU 27	6. Well No. 006H
7. OGRID No.	8. Operator Name	9. Elevation
6137	DEVON ENERGY PRODUCTION COM	

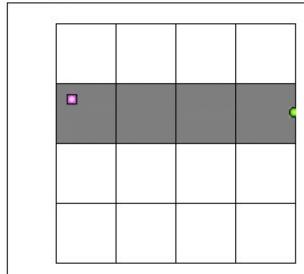
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
Н	27	198	29E		1930	N	50	E	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	27	198	29E	E	1650	N	330	W	EDDY
	cated Acres	13. J	oint or Infill	14	. Consolidation	Code		15. Order No.	

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



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Randy Bolles Title: Manager, Regulatory Affairs

Date: 7/20/2012

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Filimon Jaramillo Date of Survey: 5/4/2012 Certificate Number: 12797

Permit Comments

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137 Well: TURQUOISE PWU 27 #006H API: 30-015-40507

Created By	Comment	Comment Date
morawford	The BOP system used to drill the intermediate and production holes will consist of a 13-5/8" 3M 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 prior casing shoe.	7/19/2012
morawford	The pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These tests will be logged in the daily driller's log. A 2" kill line and 3" choke line will be incorporated into the drilling spool below the ram BOP. In addition to the rams and annular preventer, additional BOP accessories include a kelly cock, floor safety valve, choke lines, and choke manifold rated at 3,000 psi WP	7/19/2012
morawford	Mud: 0-300' FW,8.4-8.6,28-32,NC 300'-3,400' Brine,9.1-10.1,28-39,NC 3,400'-11,902' FW,8.4-9.0,28-29,NC-12	7/19/2012
mcrawford	No H2S is anticipated to be encountered.	7/19/2012
CSHAPARD	Land s/S	7/23/2012

Permit Conditions of Approval

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137
Well: TURQUOISE PWU 27 #006H
API: 30-015-40507

OCD Reviewer	Condition
CSHAPARD	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string