District I 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

District III 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 152497

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

DEVON ENERGY	perator Name and Address Y PRODUCTION COMPANY, LP	OGRID Number 6137	
	W. Sheridan Avenue homa City, OK 73102	3. API Number 30-015-40522	
4. Property Code	5. Property Name	6. Well No.	
38927	LONE TREE DRAW 13 STATE COM 00		

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
В	13	218	27E	В	150	N	2390	E	EDDY

8. Pool Information

1	
CARLSBAD:DELAWARE	9690

Additional Well Information

			Additional Well Inform	nation	7-1
9. Work Type New Well	10. Wei		11. Cable/Rotary	12. Lesse Type State	13. Ground Level Elevation 3177
14. Multiple 15. Proposed Depth N 9568		16. Formation 17. Contractor Delaware		18. Spud Date	
Depth to Ground	water		Distance from nearest fresh water	r well	Distance to nearest surface water

19. Proposed Casing and Cement Program

				man - camera - c	8	
Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	350	1435	0
Int1	12.25	9.625	40	2600	1015	0
Prod	8.75	5.5	17	9568	1310	0
Prod	8.75	5.5	17	4200	1475	2100

Casing/Cement Program: Additional Comments

13 3/8" Lead w/ 1035 sx Cl C+ 5% bwow Sodium Chloride + 0.125#/sx CF + 4% bwoc Bentonite + 1% bwoc Sodium Metasilicate + 5% bwoc MPA-5 + 101.3% FW. Yld 1.97 cf/sx, 12.8 ppg. Tail w/ 400 sx Cl C + 1% bwoc Calcium Chloride + 0.125#/sx CF + 56.2% FW, Yld. 1.34, 14.8 ppg. 9 5/8" Lead w/ 715 sx 60:40 Poz Fly Ash Cl C + 5% bwow Sodium Chloride + 0.125#/sx CF + 3#/sx LCM-1 + 1% bwoc Sodium Metasilicate + 89.7% FW, Yld. 1.73 cf/sx, 12.6 ppg. Tail w/ 300 sx 60:40 Poz Fly Ash Cl C + 5% bwow Sodium Chloride + 0.125#/sx CF + 0.4% bwoc Sodium Metasilicate + 4% bwoc MPA-5 + 65.5% FW, Yl. 1.38 cf/sx, 13.8 ppg. 5 1/2" Single Stage: lead w/ 785 sx 50:50 Poz Fly Ash C1 H = 0.5% bwoc FL-52 + 0.3% bwoc ASA-301 + 10% bwoc Bentonite + 0.1% bwoc R-21 + 130.7% FW, Yld 2.30 cf/sx, 11.80 ppg. 2nd Lead w/ 690 sx 35:65 POZ Fly Ash Cl H + 3% bwow Sodium Chloride + 0.125#/sx CF + 0.7% bwoc FL-52 + 6% bwoc Bentonite + 105.4% FW, Yld. 2.00 cf/sx, 12.5 ppg. Tail w/ 1310 sx 50:50 Poz Fly Ash Cl H + 5% bwow Sodium Ch

Proposed Rlowout Prevention Program

1,265			
Туре	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	OIL CONSERVATION DIVISION			
NMOCD guidelines , a general per OCD-approved plan .		Approved By: Randy Dade			
Printed Name: Electronically file	d by Randy Bolles	Title: District Supervisor			
Title: Manager, Regulatory Affa	irs	Approved Date: 7/25/2012	Expiration Date: 7/25/2014		
Email Address: randy.bolles@dv	n.com				
Date: 7/24/2012	Phone: 405-228-8588	Conditions of Approval Atta	ched		

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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 152497

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code		t Name
30-015-40522	9690		;DELAWARE
4. Property Code	5. Property 1	6. Well No.	
38927	LONE TREE DRAW 1	004H	
7. OGRID No.	8. Operator 1	9. Elevation	
6137	DEVON ENERGY PRODUC	3177	

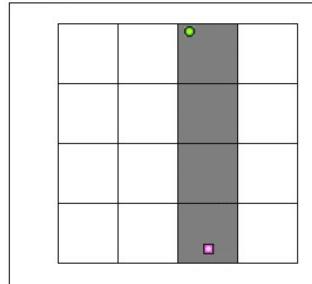
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
В	13	218	27E		150	N	2390	E	EDDY

11. Bottom Hole Location If Different From Surface

JL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
0	13	218	27E	0	330	S	1980	E	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: 7/24/2012

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: Frank Jaramillo Date of Survey: 5/15/2012 Certificate Number: 12797

Permit Comments

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137 Well: LONE TREE DRAW 13 STATE COM #004H

API: 30-015-40522

Created By	Comment	Comment Date
barnettj	The BOP system used to drill the intermediate hole will consist of a 13-5/8" 3M Triple Ram and Annular preventer. The BOP system will be tested as a 3M system prior to drilling out the surface casing shoe. The BOP system used to drill the production hole will consist of a 13-5/8" 3M Triple Ram and Annular preventer. The BOP system will be tested as a 3M system prior to drilling out the intermediate casing shoe. 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	7/24/2012
CSHAPARD	Land s/S	7/25/2012

Permit Conditions of Approval

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137 Well: LONE TREE DRAW 13 STATE COM #004H

30-015-40522 API:

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