District I 1625 N. French Dr., Hobbs, NM 88240

Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>

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

<u>District III</u> 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 153185

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

Operator Name and Address     DEVON ENERGY PRODUCTION COMPANY, LP		OGRID Number     6137
	Sheridan Avenue a City, OK 73102	3. API Number 30-015-40583
4. Property Code	5. Property Name	6. Well No.
38434	TURQUOISE PWU 27	005H

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
A	27	198	29E	A	990	N	50	E	EDDY

#### 8. Pool Information

WINCHESTER;BONE SPRING 6501	WINCHESTER:BONE SPRING	65010
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#### Additional Well Information

9. Work Type New Well	10. We		11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3337
14. Multiple N	15. Prop	osed Depth	16. Formation 1st Bone Spring Sand	17. Contractor	18. Spud Date
Depth to Ground	water		Distance from nearest fresh water w	rell	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	360	400	0
Int1	12.25	9.625	40	2750	860	0
Prod	8.75	5.5	17	11854	1365	0
Prod	8.75	5.5	17	6497	720	2250

#### Casing/Cement Program: Additional Comments

13 3/8"-Tail: 400 sx Ct + 2% bwoc Calcium Chloride + 0.125E/sx Poly-E-Flake + 63.1% FW, 14.8 ppg Yield: 1.35 cf/sk TOC @ surface. 9 5/8" - Lead: 620 sx (65:35) C Poz (Fly Ash): + 5% bwow Sodium Chloride + 0.12E/sx Poly-E-Flake + 6% bwoc Bentonite + 70.9% FW, 12.9 ppg Yield: 1.85 cf/sk TOC @ surface Tail: 240 sx C + 0.125#/sx + 63.5% Water, 14.8 ppg Yield: 1.33 cf/sk 5 1/2" - 1st Lead: 330 sx (50:50) C1 H Poz (Fly Ash) + 10% bwoc Bentonite + 8 lb/sk Sodium Chloride + 0.125E/sx Poly-E-Flake + 0.3% bwoc HR-601 + 0.3% bwoc Econolite + 77.2% FW, 11.8 ppg Yield: 2.52 cf/sk 2nd Lead: 390 sx (65:35) C1 H Poz (Fly Ash) + 6% bwoc Bentonite + 0.125E/sx Poly-E-Flake + 0.1% bwoc HR-601 + 74.1% FW, 12.5 ppg Yield: 1.95 cf/sk Tail: 1365 sx (50:50) H Poz (Fly Ash) + 1 lb/sk Sodium Chloride + 0.5% bwoc HALAD-344 + 0.4% bwoc CFR-3 + 0.1% bwoc HR-601 + 2% bwoc Bentonite + 58.8% Fw, 14.5 ppg Yld: 1.22 cf/sk.

Proposed Blowout Prevention Program

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

I hereby certify that the information g of my knowledge and belief. I further certify that the drilling p	ven above is true and complete to the best t will be constructed according to	OIL CONSERVATION DIVISION			
	ermit , or an (attached) alternative	Approved By: Randy Dade			
Printed Name: Electronically for	led by Randy Bolles	Title: District Supervisor			
Title: Manager, Regulatory Af	airs	Approved Date: 8/8/2012	Expiration Date: 8/8/2014		
Email Address: randy.bolles@	ivn.com				
Date: 8/7/2012	Phone: 405-228-8588	Conditions of Approval Attached			

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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 153185

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name	
30-015-40583	65010	WINCHESTER;BONE SPRING	
4. Property Code	5. Property Name	6. Well No.	
38434	TURQUOISE PWU	27 005H	
7. OGRID No.	8. Operator Name	9. Elevation	
6137	DEVON ENERGY PRODUCTION	COMPANY, LP 3337	

#### 10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
A	27	198	29E		990	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
D	27	198	29E	D	340	N	340	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

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#### 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: 8/7/2012

#### 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: 5/4/2012 Certificate Number: 12797

## **Permit Comments**

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137 Well: TURQUOISE PWU 27 #005H API: 30-015-40583

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. In addition to the rams and annular preventer, additional BOP accessories include a kelly codk, floor safety valve, choke lines, and choke manifold rated at 3,000 psi WP.	8/7/2012
CSHAPARD	Land s/S	8/8/2012

# Permit Conditions of Approval

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137
Well: TURQUOISE PWU 27 #005H
API: 30-015-40583

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