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

<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 153261

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

1. Operato DEVON ENERGY PR	OGRID Number 6137		
333 W. Sheridan Avenue Oklahoma City, OK 73102		3. API Number 30-015-40587	
4. Property Code	5. Property Name	6. Well No.	
38436	EMERALD PWU 20		

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
I	20	198	29E	I	1700	S	50	E	EDDY

8. Pool Information

SCANLON DRAW:BONE SPRING 55:	SCANLON DRAW;BONE SPRING	55510
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Additional Well Information

			Additional Wen Informa	tion .	31
9. Work Type New Well	10. Weit Ty OIL	/pe	11. Cable/Rotary	12. Lesse Type State	13. Ground Level Elevation 3323
14. Multiple 15. Proposed Depth N 11604		16. Formation 17. Contract 3rd Bone Spring Sand		18. Spud Date	
Depth to Ground	water	•	Distance from nearest fresh water w	rel1	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	340	380	0
Int1	12.25	9.625	40	3300	1040	0
Prod	8.75	5.5	17	11604	1365	0
Prod	8.75	5.5	17	6260	605	2800

Casing/Cement Program: Additional Comments

13.375 - Tail: 380 sx C + 2% bwoc Calcium Chloride + 0.125#/sx CF Poly-E-Flake + 63.1% FW, 14.8 ppgYield: 1.35 cf/sk. 9.625 - Lead: 755 sx (65:35) C Poz (Fly Ash): + 5% bwow Sodium Chloride + 0.125#/sx Poly-E-Flake + 6% bwoc Bentonite + 70.9% FW, 12.9 ppg Yield: 1.85 cf/sk TOC @ surface. Tail: 285 sx C + 0.125#/sx Poly-E-Flake + 63.5% Water, 14.8 ppg Yield: 1.33 cf/sk. 5.5 - 1st Lead: 215 sx(50:50)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) H Poz (Fly Ash) + 6% bwoc Bentonite + 0.125#/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 Yield: 1.22 cf/sk.

Proposed Blowout Prevention Program

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

of my knowledge and belief.	ation given above is true and complete to the best ling pit will be constructed according to	OIL CONSERVATION DIVISION				
	neral permit \square , or an (attached) alternative	Approved By: Randy Dade				
Printed Name: Electronic	ally filed by Randy Bolles	Title: District Supervisor				
Title: Manager, Regulato	ry Affairs	Approved Date: 8/14/2012	Expiration Date: 8/14/2014			
Email Address: randy.bo	lles@dvn.com					
Date: 8/8/2012	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 153261

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name
30-015-40587	55510	SCANLON DRAW;BONE SPRING
4. Property Code	5. Property Name	6. Well No.
38436	EMERALD PWU 2	0 007H
7. OGRID No. 6137	8. Operator Name DEVON ENERGY PRODUCTION	9. Elevation COMPANY. LP 3323

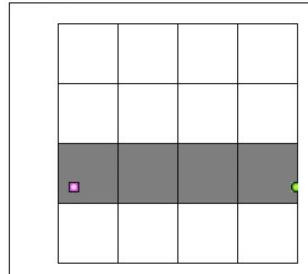
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
I	20	198	29E		1700	S	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
L	20	198	29E	L	1700	S	330	W	EDDY
12. Dedicated Acres 160.00		13. J	13. Joint or Infitt 1		. 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: 8/8/2012

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: 5/1/2012 Certificate Number: 12797

Permit Comments

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137 Well: EMERALD PWU 20 #007H

API: 30-015-40587

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 cook, floor safety valve, choke lines, and choke manifold rated at 3,000 psi WP.	8/8/2012
CSHAPARD	Land s/S	8/9/2012

Permit Conditions of Approval

Operator: DEVON ENERGY PRODUCTION COMPANY, LP, 6137

Well: EMERALD PWU 20 #007H

API: 30-015-40587

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