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 154541

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 30-015-40781
4. Property Code	5. Property Name	6. Well No.
39356 PERIDOT 13 STATE		007H

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
H	12	198	29E	H	1650	N	1195	E	EDDY

8. Proposed Bottom Hole Location

		204							204
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County

9. Pool Information

TURKEY TRACK:BONE SPRING	60660

Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lesse Type State	15. Ground Level Elevation 3393
16. Multiple N	17. Proposed Dep 15626	th 18. Formation 1st Bone Spring Sand	19. Contractor	20. Spud Date
Depth to Ground	water	Distance from nearest fresh water v	ve11	Distance to nearest surface water

21. 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	280	375	0
Int1	12.25	9.625	40	3650	1155	0
Prod	8.75	5.5	17	15626	2320	0
Prod	8.75	5.5	17	6587	600	3150

Casing/Cement Program: Additional Comments

13-3/8" Lead: w/315sx ClassC Cmt + 2% bwoc CalChl + 0.125#/sx Poly-EF + 63.1% FW, 14.8 ppg, Yld: 1.35 cf/sx 9-5/8" Lead: w/840sx (65:35) ClassC Cmt:Poz (Fly Ash): + 5% bwow Sod Chl + 0.125#/sx Poly-EF + 6% bwoc Bentonite + 70.9% FW, 12.9 ppg, Yld: 1.85 cf/sx. Tail: w/315sx ClassC Cmt + 0.125#/sxPoly-EF + 63.5% Wtr, 14.8 ppg, Yld: 1.33 cf/sx 5-1/2" 1st Lead: w/210sx (50:50) ClassH Cmt:Poz (Fly Ash) + 10% bwoc Bentonite + 8#/sx Sod Chl + 0.125#/sx Poly-EF + 0.3% bwoc HR-601 + 0.3% bwoc Econolite + 77.2% FW, 11.8 ppg, Yld: 2.52 cf/sx 2nd Lead: w/390sx (65:35) ClassH Cmt:Poz (Fly Ash) + 6% bwoc Bentonite + 0.125#/sx Poly-EF + 0.1% bwoc HR-601 + 74.1% FW, 12.5 ppg, Yld: 1.95 cf/sx. Tail: w/2320sx(50:50) ClassH Cmt:Poz (Fly Ash) + 1#/sx Sod Chl + 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/sx TVD: 7235

22. Proposed Blowout Prevention Program

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

best of my knowledge and belief.		OIL CONSERVATION DIVISION				
I further certify I have complic 19.15.14.9 (B) NMAC □, if ap	ed with 19.15.14.9 (A) NMAC and/or oplicable.	Approved By: Randy Dade				
Signature:						
Printed Name: Electronical	ly filed by Randy Bolles	Title: District Supervisor				
Title: Manager, Regulatory	Affairs	Approved Date: 10/10/2012	Expiration Date: 10/10/2014			
Email Address: randy.bolle	s@dvn.com					
Date: 9/13/2012	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 154541

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-40781	2. Pool Code 60660	3. Pool Name TURKEY TRACK;BONE SPRING
4. Property Code 39356	5. Property Name PERIDOT 13 STATE	6. Well No. 007H
7. OGRID No. 6137	8. Operator Name DEVON ENERGY PRODUCTION CO	9. Elevation OMPANY. LP 3393

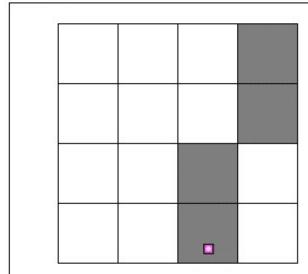
10. Surface Location

0	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	Н	12	198	29E		1650	N	1195	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	198	29E	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: 9/13/2012

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: 5/5/2012 Certificate Number: 12797

Permit Comments

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137 Well: PERIDOT 13 STATE #007H

API: 30-015-40781

Created By	Comment	Comment Date
morawford	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.	9/6/2012
mcrawford	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.	9/6/2012
morawford	No H2S is anticipated to be encountered.	9/6/2012
marawford	Mud: 0-280' FW, 8.4-9.0, 30-34, NC 280'-3,650' Brine, 9.6-10.0, 28-32, NC 3,650'-15,626' FW, 8.6-9.0, 28-32, NC-12	9/6/2012
CSHAPARD	Drilling restricted due to Potash	9/6/2012
CSHAPARD	Intrepid approved waiver letter.	10/10/2012

Permit Conditions of Approval

Operator: DEVON ENERGY PRODUCTION COMPANY, LP, 6137

Well: PERIDOT 13 STATE #007H

API: 30-015-40781

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