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

Form C-101 August 1, 2011

Permit 157038

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

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 a City, OK 73102	3. API Number 30-015-40827		
4. Property Code	5. Property Name	6. Well No.		
39533 HARROUN TRUST 31		005H		

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	31	238	29E	P	330	S	1295	E	EDDY

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
A	30	238	29E	I	2310	S	660	E	Eddy

#### 9. Pool Information

HARROUN RANCH;DELAWARE	30212
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#### Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lesse Type State	15. Ground Level Elevation 2957
16. Multiple 17. Proposed Depth N 13524		18. Formation Brushy Canyon	19. Contractor	20. Spud Date
Depth to Ground	water	Distance from nearest fresh water	well	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	375	415	0
Int1	12.25	9.625	40	2750	1869	0
Prod	8.75	5.5	17	13524	1950	2200
Prod	8.75	5.5	17	5600	1394	0

#### Casing/Cement Program: Additional Comments

13-3/8" Surf:415 sx Cl C Cmt+2% bwoc CalcChlor+0.125 lbs/sk CF+56.3% FW,14.8 ppg, Yld: 1.35 cf/sk, TOC @ surf. 9-5/8" Inter Lead:1455 sx(35:65)Poz(Fly Ash):Cl C Cmt+5% bwow SodiumChlor+0.125 lbs/sk CF+6% bwoc Bent+107.8% FW, 12.6 ppg, Yld: 1.73 cf/sk, TOC @ surf, Tail:414 sx(60:40)Poz(Fly Ash):Cl C Cmt+5% bwow Sodium Chlor+0.125 lbs/sk CF+0.4% bwoc SodiumMetasil+4% bwoc MPA-5 +64.7% Wtr, 13.8 ppg, Yld: 1.38 cf/sk. 5-1/2" Prod 1st Lead:1014 sx(35:65) Poz(Fly Ash):Cl H Cmt+5% bwow SodiumChlor+0.3% bwoc CD-32 +0.5% bwoc FL-25 + 2% bwoc Bent+0.6% bwoc SodiumMetasil+0.5% bwoc FL-52A +102.5% FW,11.8 ppg,Yld: 2.30 cf/sk,2nd Lead:380 sx(35:65)Poz(Fly Ash):Cl H Cmt+3% bwow SodiumChlor+0.2% bwoc R-3 + 0.125 lbs/sx CF + .7% bwoc FL-52+0.3% bwoc ASA-301+6% bwoc Bent+105.5% FW, Yld: 2.01 cf/sk, Tail:1,950 sx(50:50)Poz (Fly Ash):Cl H Cmt+1% bwow SodiumChlor+0.2% bwoc R-3+0.125 lbs/sk CF+0.5% bwoc BA-10A+4% bwoc MPA-5+58.3% FW,14.2 ppg, Yld: 1.28 cf/sk, TOC @ 2200'.

22. Proposed Blowout Prevention Program

Туре	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 compli 19.15.14.9 (B) NMAC ⊠, if a	ied with 19.15.14.9 (A) NMAC 🛮 and/or pplicable.	Approved By: Randy Dade				
Signature:						
Printed Name: Electronica	lly filed by Randy Bolles	Title: District Supervisor	93			
Title: Manager, Regulatory	y Affairs	Approved Date: 11/6/2012	Expiration Date: 11/6/2014			
Email Address: randy.boll	es@dvn.com					
Date: 10/31/2012	Phone: 405-228-8588	Conditions of Approval Attached				

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Energy, Minerals and Natural Resources

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

Permit 157038

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-40827	2. Pool Code 30212	of Name NCH;DELAWARE
4. Property Code 39533	5. Property 1 HARROUN T	6. Well No. 005H
7. OGRID No. 6137	8. Operator 1 DEVON ENERGY PRODUC	9. Elevation 2957

#### 10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	31	238	29E		330	S	1295	E	EDDY

#### 11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot I	ldn	Feet From	N/S Lin	e Feet From	E/W Line	County
0.0000000000000000000000000000000000000	cated Acres	13. 3	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: 10/31/2012

#### 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: James Tompkins Date of Survey: 6/24/2012 Certificate Number: 14729

### **Permit Comments**

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137 Well: HARROUN TRUST 31 #005H

API: 30-015-40827

Created By	Comment	Comment Date
priechers	The BOP system used to drill the intermediate hole will consist of a 13-5/8" 3M Double Ram and Annular preventer. The BOP system will be tested as a 3M system prior to drilling out the surface casing shoe.	10/31/2012
priechers	The BOP system used to drill the production hole will consist of a 13-5/8" 3M Double Ram and Annular preventer. The BOP system will be tested as a 3M system prior to drilling out the intermediate casing shoe.	10/31/2012
priechers	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 cook, floor safety valve, choke lines, and choke manifold rated at 3,000 psi WP.	
CSHAPARD	Land p/P	11/5/2012

# Permit Conditions of Approval

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137 Well: HARROUN TRUST 31 #005H

API: 30-015-40827

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