

Well Name	Well Number	US Well Number	Lease Number	Case Number	Operator
GATO GRANDE 9-	522H	3002551316	NMNM98192	NMNM98192	DEVON
GATO GRANDE 9-	521H	3002551315	NMNM98192	NMNM98192	DEVON
GATO GRANDE 9-	512H	3002551317	NMNM98192	NMNM98192	DEVON
GATO GRANDE 9-	511H	3002551312	NMNM98192	NMNM98192	DEVON

Notice of Intent

Sundry ID: 2896284

Type of Submission: Notice of Intent

Type of Action: APD Change

Date Sundry Submitted: 02/17/2026

Time Sundry Submitted: 10:16

Date proposed operation will begin: 02/24/2026

Procedure Description: Devon Energy Production Company LP respectfully requests to add an alternative design to the casing program with a shallow intermediate with J-55 8.625 cs. Please see the attached drilling plan with this change. Devon is also requesting a variance for Intermediate offline cementing. Attached is the offline cementing variance request document.

NOI Attachments

Procedure Description

- Offline_Cementing___Variance_Request_20260217101600.pdf
- 8.625_32lb_J55_GEOCONN_20260217101528.pdf
- GATO_GRANDE_9_4_FED_COM_512H_Combined_20260217101447.pdf
- Gato_Grande_9_4_Fed_Com_521H_Combined_20260217101446.pdf
- GATO_GRANDE_9_4_FED_COM_511H_Combined_20260217101446.pdf
- GATO_GRANDE_9_4_FED_COM_522H_Combined_20260217101446.pdf

Conditions of Approval

Specialist Review

9_23_32_N_Sundry_ID_2896284_Gato_Grande_9_4_Fed_Com_511H_Alt_20260305120626.pdf
9_23_32_N_Sundry_ID_2896284_Gato_Grande_9_4_Fed_Com_512H_Alt_20260305120626.pdf
9_23_32_N_Sundry_ID_2896284_Gato_Grande_9_4_Fed_Com_522H_Alt_20260305120626.pdf
9_23_32_N_Sundry_ID_2896284_Gato_Grande_9_4_Fed_Com_521H_Alt_20260305120626.pdf
COA_20260305120626.pdf

Operator

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: LAUREN WATSON

Signed on: FEB 17, 2026 10:16 AM

Name: DEVON ENERGY PRODUCTION COMPANY LP

Title: Regulatory Compliance Professional

Street Address: 333 W. SHERIDAN AVE.

City: OKLAHOMA CITY **State:** OK

Phone: (405) 552-3379

Email address: LAUREN.WATSON@DVN.COM

Field

Representative Name:

Street Address:

City: **State:** **Zip:**

Phone:

Email address:

BLM Point of Contact

BLM POC Name: LONG VO

BLM POC Title: Petroleum Engineer

BLM POC Phone: 5759885402

BLM POC Email Address: LVO@BLM.GOV

Disposition: Approved

Disposition Date: 03/05/2026

Signature: Long Vo

Form 3160-5
(October 2024)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0220
Expires: October 31, 2027

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2		5. Lease Serial No.
1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. If Indian, Allottee or Tribe Name
2. Name of Operator		7. If Unit of CA/Agreement, Name and/or No.
3a. Address	3b. Phone No. (include area code)	8. Well Name and No.
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)		9. API Well No.
		10. Field and Pool or Exploratory Area
		11. Country or Parish, State

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)		
	Title	
Signature	Date	

THE SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by		
	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	

Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c) and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

Additional Information

Batch Well Data

GATO GRANDE 9-4 FED COM 521H, US Well Number: 3002551315, Case Number: NMNM98192, Lease Number: NMNM98192,
Operator:DEVON ENERGY PRODUCTION COMPANY LP

GATO GRANDE 9-4 FED COM 511H, US Well Number: 3002551312, Case Number: NMNM98192, Lease Number: NMNM98192,
Operator:DEVON ENERGY PRODUCTION COMPANY LP

GATO GRANDE 9-4 FED COM 512H, US Well Number: 3002551317, Case Number: NMNM98192, Lease Number: NMNM98192,
Operator:DEVON ENERGY PRODUCTION COMPANY LP

GATO GRANDE 9-4 FED COM 522H, US Well Number: 3002551316, Case Number: NMNM98192, Lease Number: NMNM98192,
Operator:DEVON ENERGY PRODUCTION COMPANY LP

CONFIDENTIAL

Offline Cementing

Variance Request

Devon Energy requests to offline cement on intermediate strings that are set in formations shallower than the Wolfcamp. Prior to commencing offline cementing operations, the well will be monitored for any abnormal pressures and confirmed to be static. A dual manifold system (equipped with chokes) for the returns will also be utilized as a redundancy. All equipment used for offline cementing will have a minimum 5M rating to match intermediate sections' 5M BOPE requirements.

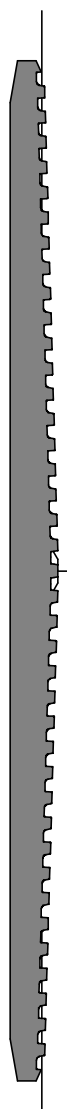
8.625 " 32.00 lb/ft (0.352 " wall) J55 GEOCONN®



Metal One
Tubular Connection

Special Clearance Coupling with Special bevel (20°)
Thread Taper 1 / 16 TAPER (0.750 inch per foot) 5 T.P.I.
Special Drift

Created at: **Mon, Sep 29, 2025 13:54:49 CT**



GEOMETRY	Pipe		Connection	
	Imperial	SI	Imperial	SI
Outside Diameter	8.625 in.	219.08 mm	9.000 in.	228.60 mm
Weight	32.00 lb/ft	47.62 kg/m	--	--
Wall Thickness	0.352 in.	8.94 mm	--	--
Inside Diameter	7.921 in.	201.19 mm	7.921 in.	201.19 mm
Drift Diameter	7.875 in.	200.03 mm	7.875 in.	200.03 mm
Connection Length	--	--	9.775 in.	248.29 mm
Critical Area	9.149 sq. in.	5,902 sq. mm	7.515 sq. in.	4,848 sq. mm
Tension Efficiency	--	--	82 %	82 %
Compression Efficiency	--	--	100 %	100 %
Make-Up Loss	--	--	4.813 in.	122.24 mm

PERFORMANCE	Pipe		Connection	
	Imperial	SI	Imperial	SI
Minimum Yield	55 ksi	379 MPa	55 ksi	379 MPa
Remaining Body Wall (RBW)	87.5 %	87.5 %	--	--
Minimum Body Yield Strength	503 x 1000 lb	2,237 x 1000 N	--	--
Joint Yield Strength	--	--	413 x 1000 lb	1,839 x 1000 N
Compression Strength	--	--	503 x 1000 lb	2,237 x 1000 N
Minimum Internal Yield Pressure	3,930 psi	27.0 MPa	3,930 psi	27.0 MPa
Minimum Collapse Pressure	2,530 psi	17.5 MPa	2,530 psi	17.5 MPa
Maximum Bending Rating	--	--	24 deg/100 ft	24 deg/30 m

TORQUE	Pipe		Connection	
	Imperial	SI	Imperial	SI
Minimum Make-Up	--	--	12,900 ft-lb	17,500 N-m
Optimum Make-Up	--	--	14,200 ft-lb	19,300 N-m
Maximum Make-Up	--	--	15,400 ft-lb	20,900 N-m
Operational Maximum	--	--	21,000 ft-lb	28,500 N-m

Notes:

1. Operational Maximum Torque can be applied for high torque application
2. Option of Resilience Ring is available for GEOCONN
3. Interchangeable with API BC

Legal Notice

The use of this information is at the reader/user's risk and no warranty is implied or expressed by Metal One Corporation or its parents, subsidiaries or affiliates (herein collectively referred to as "Metal One") with respect to the use of information contained herein. The information provided on this Connection Data Sheet is for informational purposes only, and was prepared by reference to engineering information that is specific to the subject products, without regard to safety-related factors, all of which are the sole responsibility of the operators and users of the subject connectors. Metal One assumes no responsibility for any errors with respect to this information. Statements regarding the suitability of products for certain types of applications are based on Metal One's knowledge of typical requirements that are often placed on Metal One products in standard well configurations. Such statements are not binding statements about the suitability of products for a particular application. It is the customer's responsibility to validate that a particular product with the properties described in the product specification is suitable for use in a particular application. The products described in this Connection Data Sheet are not recommended for use in deep water offshore applications. For more information, please refer to http://150.95.128.154/motc/wp-content/themes/motc/pdfs/WebsiteTerms_Active_20333287_1.pdf the contents of which are incorporated by reference into this Connection Data Sheet.

2. Casing Program (Primary Design)

Hole Size	Csg. Size	Wt (PPF)	Grade	Conn	Casing Interval		Casing Interval	
					From (MD)	To (MD)	From (TVD)	To (TVD)
17 1/2	13 3/8	54 1/2	J-55	BTC	0	1230	0	1230
9 7/8	8 5/8	32	P110HP	Talon	0	8671	0	8671
7 7/8	5 1/2	20	P110HP	CDC-HTQ	0	19571	0	9265

•All casing strings will be tested in accordance with 43 CFR 3172. Must have table for contingency casing.

3. Cementing Program

Casing	# Sks	TOC	Wt. ppg	Yld (ft3/sack)	Slurry Description
Surface	928	Surf	13.2	1.44	Lead: Class C Cement + additives
Int 1	460	Surf	9	3.27	Lead: Class C Cement + additives
	207	6944	13.2	1.44	Tail: Class H / C + additives
Int 1 Intermediate Squeeze	1045	Surf	13.2	1.44	Squeeze Lead: Class C Cement + additives
	460	Surf	9	3.27	Lead: Class C Cement + additives
	207	6944	13.2	1.44	Tail: Class H / C + additives
Production	35	8171	9	3.27	Lead: Class H / C + additives
	1429	8771	13.2	1.44	Tail: Class H / C + additives

Assuming no returns are established while drilling, Devon requests to pump a two stage cement job on the intermediate casing string with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. The final cement top will be verified by Echo-meter. Devon will include the Echo-meter verified fluid top and the volume of displacement fluid above the cement slurry in the annulus in all post-drill sundries on wells utilizing this cement program. Devon will report to the BLM the volume of fluid (limited to 1 bbls) used to flush intermediate casing valves following backside cementing procedures.

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

Devon Energy requests to offline cement on intermediate strings that are set in formations shallower than the Wolfcamp. Prior to commencing offline cementing operations, the well will be monitored for any abnormal pressures and confirmed to be static. A dual manifold system (equipped with chokes) for the returns will also be utilized as a redundancy. All equipment used for offline cementing will have a minimum 5M rating to match intermediate sections' 5M BOPE requirements.

2. Casing Program (Alternate Design)

Hole Size	Csg. Size	Wt (PPF)	Grade	Conn	Casing Interval		Casing Interval	
					From (MD)	To (MD)	From (TVD)	To (TVD)
17 1/2	13 3/8	54 1/2	J-55	BTC	0	1230	0	1230
9 7/8	8 5/8	32	J-55	GEOCONN	0	4850	0	4850
7 7/8	5 1/2	20	P110HP	CDC-HTQ	0	19571	0	9265

•All casing strings will be tested in accordance with 43 CFR 3172. Must have table for contingency casing.

3. Cementing Program (Alternate Design)

Casing	# Sks	TOC	Wt. ppg	Yld (ft3/sack)	Slurry Description
Surface	928	Surf	13.2	1.44	Lead: Class C Cement + additives
Int 1	330	Surf	9	3.27	Lead: Class C Cement + additives
	67	4350	13.2	1.44	Tail: Class H / C + additives
Production	258	4350	9	3.27	Lead: Class H / C + additives
	1429	8771	13.2	1.44	Tail: Class H / C + additives

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

Devon Energy requests to offline cement on intermediate strings that are set in formations shallower than the Wolfcamp. Prior to commencing offline cementing operations, the well will be monitored for any abnormal pressures and confirmed to be static. A dual manifold system (equipped with chokes) for the returns will also be utilized as a redundancy. All equipment used for offline cementing will have a minimum 5M rating to match intermediate sections' 5M BOPE requirements.

4. Pressure Control Equipment (Three String Design)

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	✓	Tested to:
Int 1	13-58"	5M	Annular	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram		
			Double Ram	X	
			Other*		
Production	13-5/8"	5M	Annular (5M)	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram		
			Double Ram	X	
			Other*		
			Annular (5M)		
			Blind Ram		
			Pipe Ram		
			Double Ram		
			Other*		
N	A variance is requested for the use of a diverter on the surface casing. See attached for schematic.				
Y	A variance is requested to run a 5 M annular on a 10M system				

5. Mud Program (Three String Design)

Section	Type	Weight (ppg)
Surface	FW Gel	8.5-9
Intermediate	DBE / Cut Brine	10-10.5
Production	OBM	8.5-9

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring
---	-----------------------------

6. Logging and Testing Procedures

Logging, Coring and Testing	
X	Will run GR/CNL from TD to surface (horizontal well - vertical portion of hole). Stated logs run will be in the Completion Rpeort and sbumitted to the BLM.
	No logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain.
	Coring? If yes, explain.

Additional logs planned	Interval
	Resistivity
	Density
X	CBL
	Mud log
	PEX

7. Drilling Conditions

Condition	Specfiy what type and where?
BH pressure at deepest TVD	4336
Abnormal temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogren Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of 43 CFR 3176. If Hydrogen Sulfide is encountered measured values and formations will be provided to the BLM.	
N	H2S is present
Y	H2S plan attached.

8. Other facets of operation

Is this a walking operation? Potentially

- 1 If operator elects, drilling rig will batch drill the surface holes and run/cement surface casing; walking the rig to next wells on the pad.
- 2 The drilling rig will then batch drill the intermediate sections and run/cement intermediate casing; the wellbore will be isolated with a blind flange and pressure gauge installed for monitoring the well before walking to the next well.
- 3 The drilling rig will then batch drill the production hole sections on the wells with OBM, run/cement production casing, and install TA caps or tubing heads for completions.

NOTE: During batch operations the drilling rig will be moved from well to well however, it will not be removed from the pad until all wells have production casing run/cemented.

Will be pre-setting casing? Potentially

- 1 Spudder rig will move in and batch drill surface hole.
 - a. Rig will utilize fresh water based mud to drill surface hole to TD. Solids control will be handled entirely on a closed loop basis.,
- 2 After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (43 CFR 3172, all COAs and NMOCD regulations).
- 3 The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.
- 4 A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead.
- 5 Spudder rig operations is expected to take 4-5 days per well on a multi-well pa.
- 6 The NMOCD will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 7 Drilling operations will be performed with drilling rig. A that time an approved BOP stack will be nipped up and tested on the wellhead before drilling operations commences on each well.
 - a. The NMOCD will be contacted / notified 24 hours before the drilling rig moves back on to the pad with the pre-set surface casing.

Attachments

- Directional Plan
- Other, describe

2. Casing Program (Primary Design)

Hole Size	Csg. Size	Wt (PPF)	Grade	Conn	Casing Interval		Casing Interval	
					From (MD)	To (MD)	From (TVD)	To (TVD)
17 1/2	13 3/8	54 1/2	J-55	BTC	0	1230	0	1230
9 7/8	8 5/8	32	P110HP	Talon	0	8849	0	8849
7 7/8	5 1/2	20	P110HP	CDC-HTQ	0	19749	0	9505

•All casing strings will be tested in accordance with 43 CFR 3172. Must have table for contingency casing.

3. Cementing Program

Casing	# Sks	TOC	Wt. ppg	Yld (ft3/sack)	Slurry Description
Surface	928	Surf	13.2	1.44	Lead: Class C Cement + additives
Int 1	461	Surf	9	3.27	Lead: Class C Cement + additives
	225	6963	13.2	1.44	Tail: Class H / C + additives
Int 1 Intermediate Squeeze	1048	Surf	13.2	1.44	Squeeze Lead: Class C Cement + additives
	461	Surf	9	3.27	Lead: Class C Cement + additives
	225	6963	13.2	1.44	Tail: Class H / C + additives
Production	35	8349	9	3.27	Lead: Class H / C + additives
	1429	8949	13.2	1.44	Tail: Class H / C + additives

Assuming no returns are established while drilling, Devon requests to pump a two stage cement job on the intermediate casing string with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. The final cement top will be verified by Echo-meter. Devon will include the Echo-meter verified fluid top and the volume of displacement fluid above the cement slurry in the annulus in all post-drill sundries on wells utilizing this cement program. Devon will report to the BLM the volume of fluid (limited to 1 bbls) used to flush intermediate casing valves following backside cementing procedures.

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

Devon Energy requests to offline cement on intermediate strings that are set in formations shallower than the Wolfcamp. Prior to commencing offline cementing operations, the well will be monitored for any abnormal pressures and confirmed to be static. A dual manifold system (equipped with chokes) for the returns will also be utilized as a redundancy. All equipment used for offline cementing will have a minimum 5M rating to match intermediate sections' 5M BOPE requirements.

2. Casing Program (Alternative Design)

Hole Size	Csg. Size	Wt (PPF)	Grade	Conn	Casing Interval		Casing Interval	
					From (MD)	To (MD)	From (TVD)	To (TVD)
17 1/2	13 3/8	54 1/2	J-55	BTC	0	1230	0	1230
9 7/8	8 5/8	32	J-55	GEOCONN	0	4850	0	4850
7 7/8	5 1/2	20	P110HP	CDC-HTQ	0	19749	0	9505

•All casing strings will be tested in accordance with 43 CFR 3172. Must have table for contingency casing.

3. Cementing Program (Alternative Design)

Casing	# Sks	TOC	Wt. ppg	Yld (ft3/sack)	Slurry Description
Surface	928	Surf	13.2	1.44	Lead: Class C Cement + additives
Int 1	330	Surf	9	3.27	Lead: Class C Cement + additives
	67	4350	13.2	1.44	Tail: Class H / C + additives
Production	268	4350	9	3.27	Lead: Class H / C + additives
	1429	8949	13.2	1.44	Tail: Class H / C + additives

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

Devon Energy requests to offline cement on intermediate strings that are set in formations shallower than the Wolfcamp. Prior to commencing offline cementing operations, the well will be monitored for any abnormal pressures and confirmed to be static. A dual manifold system (equipped with chokes) for the returns will also be utilized as a redundancy. All equipment used for offline cementing will have a minimum 5M rating to match intermediate sections' 5M BOPE requirements.

4. Pressure Control Equipment (Three String Design)

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	✓	Tested to:
Int 1	13-58"	5M	Annular	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram		
			Double Ram	X	
Other*					
Production	13-5/8"	5M	Annular (5M)	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram		
			Double Ram	X	
Other*					
			Annular (5M)		
			Blind Ram		
			Pipe Ram		
			Double Ram		
Other*					
N	A variance is requested for the use of a diverter on the surface casing. See attached for schematic.				
Y	A variance is requested to run a 5 M annular on a 10M system				

5. Mud Program (Three String Design)

Section	Type	Weight (ppg)
Surface	FW Gel	8.5-9
Intermediate	DBE / Cut Brine	10-10.5
Production	OBM	8.5-9

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring
---	-----------------------------

6. Logging and Testing Procedures

Logging, Coring and Testing	
X	Will run GR/CNL from TD to surface (horizontal well - vertical portion of hole). Stated logs run will be in the Completion Rpeort and sbumitted to the BLM.
	No logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain.
	Coring? If yes, explain.

Additional logs planned	Interval
	Resistivity
	Density
X	CBL
	Mud log
	PEX

7. Drilling Conditions

Condition	Specfiy what type and where?
BH pressure at deepest TVD	4448
Abnormal temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogren Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of 43 CFR 3176. If Hydrogen Sulfide is encountered measured values and formations will be provided to the BLM.	
N	H2S is present
Y	H2S plan attached.

8. Other facets of operation

Is this a walking operation? Potentially

- 1 If operator elects, drilling rig will batch drill the surface holes and run/cement surface casing; walking the rig to next wells on the pad.
- 2 The drilling rig will then batch drill the intermediate sections and run/cement intermediate casing; the wellbore will be isolated with a blind flange and pressure gauge installed for monitoring the well before walking to the next well.
- 3 The drilling rig will then batch drill the production hole sections on the wells with OBM, run/cement production casing, and install TA caps or tubing heads for completions.

NOTE: During batch operations the drilling rig will be moved from well to well however, it will not be removed from the pad until all wells have production casing run/cemented.

Will be pre-setting casing? Potentially

- 1 Spudder rig will move in and batch drill surface hole.
 - a. Rig will utilize fresh water based mud to drill surface hole to TD. Solids control will be handled entirely on a closed loop basis.,
- 2 After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (43 CFR 3172, all COAs and NMOCD regulations).
- 3 The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.
- 4 A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead.
- 5 Spudder rig operations is expected to take 4-5 days per well on a multi-well pa.
- 6 The NMOCD will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 7 Drilling operations will be performed with drilling rig. A that time an approved BOP stack will be nipped up and tested on the wellhead before drilling operations commences on each well.
 - a. The NMOCD will be contacted / notified 24 hours before the drilling rig moves back on to the pad with the pre-set surface casing.

Attachments

- Directional Plan
- Other, describe

2. Casing Program (Primary Design)

Hole Size	Csg. Size	Wt (PPF)	Grade	Conn	Casing Interval		Casing Interval	
					From (MD)	To (MD)	From (TVD)	To (TVD)
17 1/2	13 3/8	54 1/2	J-55	BTC	0	1230	0	1230
9 7/8	8 5/8	32	P110HP	Talon	0	8721	0	8721
7 7/8	5 1/2	20	P110HP	CDC-HTQ	0	19621	0	9265

•All casing strings will be tested in accordance with 43 CFR 3172. Must have table for contingency casing.

3. Cementing Program

Casing	# Sks	TOC	Wt. ppg	Yld (ft3/sack)	Slurry Description
Surface	928	Surf	13.2	1.44	Lead: Class C Cement + additives
Int 1	462	Surf	9	3.27	Lead: Class C Cement + additives
	207	6986	13.2	1.44	Tail: Class H / C + additives
Int 1 Intermediate Squeeze	1050	Surf	13.2	1.44	Squeeze Lead: Class C Cement + additives
	462	Surf	9	3.27	Lead: Class C Cement + additives
	207	6986	13.2	1.44	Tail: Class H / C + additives
Production	35	8221	9	3.27	Lead: Class H / C + additives
	1429	8821	13.2	1.44	Tail: Class H / C + additives

Assuming no returns are established while drilling, Devon requests to pump a two stage cement job on the intermediate casing string with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. The final cement top will be verified by Echo-meter. Devon will include the Echo-meter verified fluid top and the volume of displacement fluid above the cement slurry in the annulus in all post-drill sundries on wells utilizing this cement program. Devon will report to the BLM the volume of fluid (limited to 1 bbls) used to flush intermediate casing valves following backside cementing procedures.

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

Devon Energy requests to offline cement on intermediate strings that are set in formations shallower than the Wolfcamp. Prior to commencing offline cementing operations, the well will be monitored for any abnormal pressures and confirmed to be static. A dual manifold system (equipped with chokes) for the returns will also be utilized as a redundancy. All equipment used for offline cementing will have a minimum 5M rating to match intermediate sections' 5M BOPE requirements.

2. Casing Program (Alternative Design)

Hole Size	Csg. Size	Wt (PPF)	Grade	Conn	Casing Interval		Casing Interval	
					From (MD)	To (MD)	From (TVD)	To (TVD)
17 1/2	13 3/8	54 1/2	J-55	BTC	0	1230	0	1230
9 7/8	8 5/8	32	J-55	GEOCONN	0	4850	0	4850
7 7/8	5 1/2	20	P110HP	CDC-HTQ	0	19621	0	9265

•All casing strings will be tested in accordance with 43 CFR 3172. Must have table for contingency casing.

3. Cementing Program (Alternative Design)

Casing	# Sks	TOC	Wt. ppg	Yld (ft3/sack)	Slurry Description
Surface	928	Surf	13.2	1.44	Lead: Class C Cement + additives
Int 1	330	Surf	9	3.27	Lead: Class C Cement + additives
	67	4350	13.2	1.44	Tail: Class H / C + additives
Production	261	4350	9	3.27	Lead: Class H / C + additives
	1429	8821	13.2	1.44	Tail: Class H / C + additives

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

Devon Energy requests to offline cement on intermediate strings that are set in formations shallower than the Wolfcamp. Prior to commencing offline cementing operations, the well will be monitored for any abnormal pressures and confirmed to be static. A dual manifold system (equipped with chokes) for the returns will also be utilized as a redundancy. All equipment used for offline cementing will have a minimum 5M rating to match intermediate sections' 5M BOPE requirements.

4. Pressure Control Equipment (Three String Design)

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	✓	Tested to:
Int 1	13-58"	5M	Annular	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram		
			Double Ram	X	
Other*					
Production	13-5/8"	5M	Annular (5M)	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram		
			Double Ram	X	
Other*					
			Annular (5M)		
			Blind Ram		
			Pipe Ram		
			Double Ram		
Other*					
N	A variance is requested for the use of a diverter on the surface casing. See attached for schematic.				
Y	A variance is requested to run a 5 M annular on a 10M system				

5. Mud Program (Three String Design)

Section	Type	Weight (ppg)
Surface	FW Gel	8.5-9
Intermediate	DBE / Cut Brine	10-10.5
Production	OBM	8.5-9

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring
---	-----------------------------

6. Logging and Testing Procedures

Logging, Coring and Testing	
X	Will run GR/CNL from TD to surface (horizontal well - vertical portion of hole). Stated logs run will be in the Completion Rpeort and sbumitted to the BLM.
	No logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain.
	Coring? If yes, explain.

Additional logs planned	Interval
	Resistivity
	Density
X	CBL
	Mud log
	PEX

7. Drilling Conditions

Condition	Specfy what type and where?
BH pressure at deepest TVD	4336
Abnormal temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogren Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of 43 CFR 3176. If Hydrogen Sulfide is encountered measured values and formations will be provided to the BLM.	
N	H2S is present
Y	H2S plan attached.

8. Other facets of operation

Is this a walking operation? Potentially

- 1 If operator elects, drilling rig will batch drill the surface holes and run/cement surface casing; walking the rig to next wells on the pad.
- 2 The drilling rig will then batch drill the intermediate sections and run/cement intermediate casing; the wellbore will be isolated with a blind flange and pressure gauge installed for monitoring the well before walking to the next well.
- 3 The drilling rig will then batch drill the production hole sections on the wells with OBM, run/cement production casing, and install TA caps or tubing heads for completions.

NOTE: During batch operations the drilling rig will be moved from well to well however, it will not be removed from the pad until all wells have production casing run/cemented.

Will be pre-setting casing? Potentially

- 1 Spudder rig will move in and batch drill surface hole.
 - a. Rig will utilize fresh water based mud to drill surface hole to TD. Solids control will be handled entirely on a closed loop basis.,
- 2 After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (43 CFR 3172, all COAs and NMOCD regulations).
- 3 The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.
- 4 A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead.
- 5 Spudder rig operations is expected to take 4-5 days per well on a multi-well pa.
- 6 The NMOCD will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 7 Drilling operations will be performed with drilling rig. A that time an approved BOP stack will be nipped up and tested on the wellhead before drilling operations commences on each well.
 - a. The NMOCD will be contacted / notified 24 hours before the drilling rig moves back on to the pad with the pre-set surface casing.

Attachments

- Directional Plan
- Other, describe

2. Casing Program (Primary Design)

Hole Size	Csg. Size	Wt (PPF)	Grade	Conn	Casing Interval		Casing Interval	
					From (MD)	To (MD)	From (TVD)	To (TVD)
17 1/2	13 3/8	54 1/2	J-55	BTC	0	1230	0	1230
9 7/8	8 5/8	32	P110HP	Talon	0	8838	0	8838
7 7/8	5 1/2	20	P110HP	CDC-HTQ	0	19739	0	9505

•All casing strings will be tested in accordance with 43 CFR 3172. Must have table for contingency casing.

3. Cementing Program

Casing	# Sks	TOC	Wt. ppg	Yld (ft3/sack)	Slurry Description
Surface	928	Surf	13.2	1.44	Lead: Class C Cement + additives
Int 1	461	Surf	9	3.27	Lead: Class C Cement + additives
	225	6953	13.2	1.44	Tail: Class H / C + additives
Int 1 Intermediate Squeeze	1046	Surf	13.2	1.44	Squeeze Lead: Class C Cement + additives
	461	Surf	9	3.27	Lead: Class C Cement + additives
	225	6953	13.2	1.44	Tail: Class H / C + additives
Production	35	8338	9	3.27	Lead: Class H / C + additives
	1429	8938	13.2	1.44	Tail: Class H / C + additives

Assuming no returns are established while drilling, Devon requests to pump a two stage cement job on the intermediate casing string with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. The final cement top will be verified by Echo-meter. Devon will include the Echo-meter verified fluid top and the volume of displacement fluid above the cement slurry in the annulus in all post-drill sundries on wells utilizing this cement program. Devon will report to the BLM the volume of fluid (limited to 1 bbls) used to flush intermediate casing valves following backside cementing procedures.

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

Devon Energy requests to offline cement on intermediate strings that are set in formations shallower than the Wolfcamp. Prior to commencing offline cementing operations, the well will be monitored for any abnormal pressures and confirmed to be static. A dual manifold system (equipped with chokes) for the returns will also be utilized as a redundancy. All equipment used for offline cementing will have a minimum 5M rating to match intermediate sections' 5M BOPE requirements.

2. Casing Program (Alternative Design)

Hole Size	Csg. Size	Wt (PPF)	Grade	Conn	Casing Interval		Casing Interval	
					From (MD)	To (MD)	From (TVD)	To (TVD)
17 1/2	13 3/8	54 1/2	J-55	BTC	0	1230	0	1230
9 7/8	8 5/8	32	J-55	GEOCONN	0	4850	0	4850
7 7/8	5 1/2	20	P110HP	CDC-HTQ	0	19739	0	9505

•All casing strings will be tested in accordance with 43 CFR 3172. Must have table for contingency casing.

3. Cementing Program (Alternative Design)

Casing	# Sks	TOC	Wt. ppg	Yld (ft3/sack)	Slurry Description
Surface	928	Surf	13.2	1.44	Lead: Class C Cement + additives
Int 1	330	Surf	9	3.27	Lead: Class C Cement + additives
	67	4350	13.2	1.44	Tail: Class H / C + additives
Production	267	4350	9	3.27	Lead: Class H / C + additives
	1429	8938	13.2	1.44	Tail: Class H / C + additives

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

Devon Energy requests to offline cement on intermediate strings that are set in formations shallower than the Wolfcamp. Prior to commencing offline cementing operations, the well will be monitored for any abnormal pressures and confirmed to be static. A dual manifold system (equipped with chokes) for the returns will also be utilized as a redundancy. All equipment used for offline cementing will have a minimum 5M rating to match intermediate sections' 5M BOPE requirements.

4. Pressure Control Equipment (Three String Design)

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	✓	Tested to:
Int 1	13-58"	5M	Annular	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram		
			Double Ram	X	
Other*					
Production	13-5/8"	5M	Annular (5M)	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram		
			Double Ram	X	
Other*					
			Annular (5M)		
			Blind Ram		
			Pipe Ram		
			Double Ram		
Other*					
N	A variance is requested for the use of a diverter on the surface casing. See attached for schematic.				
Y	A variance is requested to run a 5 M annular on a 10M system				

5. Mud Program (Three String Design)

Section	Type	Weight (ppg)
Surface	FW Gel	8.5-9
Intermediate	DBE / Cut Brine	10-10.5
Production	OBM	8.5-9

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring
---	-----------------------------

6. Logging and Testing Procedures

Logging, Coring and Testing	
X	Will run GR/CNL from TD to surface (horizontal well - vertical portion of hole). Stated logs run will be in the Completion Rpeort and sbumitted to the BLM.
	No logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain.
	Coring? If yes, explain.

Additional logs planned	Interval
	Resistivity
	Density
X	CBL
	Mud log
	PEX

7. Drilling Conditions

Condition	Specfiy what type and where?
BH pressure at deepest TVD	4448
Abnormal temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogren Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of 43 CFR 3176. If Hydrogen Sulfide is encountered measured values and formations will be provided to the BLM.

N	H2S is present
Y	H2S plan attached.

8. Other facets of operation

Is this a walking operation? Potentially

- 1 If operator elects, drilling rig will batch drill the surface holes and run/cement surface casing; walking the rig to next wells on the pad.
- 2 The drilling rig will then batch drill the intermediate sections and run/cement intermediate casing; the wellbore will be isolated with a blind flange and pressure gauge installed for monitoring the well before walking to the next well.
- 3 The drilling rig will then batch drill the production hole sections on the wells with OBM, run/cement production casing, and install TA caps or tubing heads for completions.

NOTE: During batch operations the drilling rig will be moved from well to well however, it will not be removed from the pad until all wells have production casing run/cemented.

Will be pre-setting casing? Potentially

- 1 Spudder rig will move in and batch drill surface hole.
 - a. Rig will utilize fresh water based mud to drill surface hole to TD. Solids control will be handled entirely on a closed loop basis.,
- 2 After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (43 CFR 3172, all COAs and NMOCD regulations).
- 3 The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.
- 4 A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead.
- 5 Spudder rig operations is expected to take 4-5 days per well on a multi-well pa.
- 6 The NMOCD will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 7 Drilling operations will be performed with drilling rig. A that time an approved BOP stack will be nipped up and tested on the wellhead before drilling operations commences on each well.
 - a. The NMOCD will be contacted / notified 24 hours before the drilling rig moves back on to the pad with the pre-set surface casing.

Attachments

- Directional Plan
- Other, describe

Gato Grande 9 4 Fed Com 511H

13 3/8		surface csg in a		17 1/2		inch hole.		Design Factors				Surface	
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight	
"A"	54.50		j 55	btc	12.42	1.92	1.03	1,261	5	1.73	3.62	68,725	
"B"				btc				0				0	
w/8.4#/g mud, 30min Sfc Csg Test psig: 1,361								Totals:	1,261			68,725	
<p>Comparison of Proposed to Minimum Required Cement Volumes</p> <p>Tail Cmt does not circ to sfc.</p>													
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg	
17 1/2	0.6946	928	1336	876	53	9.00	1578	2M				1.56	

Site plot (pipe racks S or E) as per 9-0-1110-0-1 not found

8 5/8		casing inside the		13 3/8		Design Factors				Int 1		
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	32.00		j 55	geoconn	2.66	0.96	0.91	4,850	1	1.71	1.60	155,200
"B"								0				0
w/8.4#/g mud, 30min Sfc Csg Test psig:								Totals:	4,850			155,200
<p>The cement volume(s) are intended to achieve a top of 0 ft from surface or a 1261 overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
9 7/8	0.1261	397	1176	1036	14	10.50	2293	3M				0.44
D V Tool(s):								sum of sx	Σ CuFt			Σ%excess
t by stage % :								397	1176			14
Class 'C' tail cmt yld > 1.35												
Burst Frac Gradient(s) for Segment(s): A, B, C, D = 0.81, b, c, d All > 0.70, OK.												

5 1/2		casing inside the		8 5/8		Design Factors				Prod 1		
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	20.00		p 110	cdc-htq	3.46	2.82	2.92	19,621	3	5.51	5.32	392,420
"B"								0				0
w/8.4#/g mud, 30min Sfc Csg Test psig: 2,038								Totals:	19,621			392,420
<p>The cement volume(s) are intended to achieve a top of 4650 ft from surface or a 200 overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
7 7/8	0.1733	1690	2911	2595	12	9.00						0.79
Class 'C' tail cmt yld > 1.35												

#N/A				5 1/2		Design Factors				<Choose Casing>		
Segment	#/ft	Grade		Coupling	#N/A	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"				0.00				0				0
"B"				0.00				0				0
w/8.4#/g mud, 30min Sfc Csg Test psig:								Totals:	0			0
<p>Cmt vol calc below includes this csg, TOC intended #N/A ft from surface or a #N/A overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
0		#N/A	#N/A	0	#N/A							
#N/A Capitan Reef est top XXXX.												

Devon Energy Production Company LP

13 3/8		surface csg in a		17 1/2		inch hole.		Design Factors				Surface	
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight	
"A"	54.50		j 55	btc	12.42	1.92	1.03	1,261	5	1.73	3.62	68,725	
"B"				btc				0				0	
w/8.4#/g mud, 30min Sfc Csg Test psig: 1,361								Totals:	1,261			68,725	
<p>Comparison of Proposed to Minimum Required Cement Volumes</p> <p>Tail Cmt does not circ to sfc.</p>													
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg	
17 1/2	0.6946	928	1336	876	53	9.00	1578	2M				1.56	

Site plot (pipe rack S or E) as per 0.0.1.1110.4.1 not found

8 5/8		casing inside the		13 3/8		Design Factors				Int 1		
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	32.00		j 55	geoconn	2.66	0.96	0.91	4,850	1	1.71	1.60	155,200
"B"								0				0
w/8.4#/g mud, 30min Sfc Csg Test psig:								Totals:	4,850			155,200
<p>The cement volume(s) are intended to achieve a top of 0 ft from surface or a 1261 overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
9 7/8	0.1261	397	1176	1036	14	10.50	2293	3M				0.44
D V Tool(s):								sum of sx	Σ CuFt			Σ%excess
t by stage % :								397	1176			14
Class 'C' tail cmt yld > 1.35												
Burst Frac Gradient(s) for Segment(s): A, B, C, D = 0.81, b, c, d All > 0.70, OK.												

5 1/2		casing inside the		8 5/8		Design Factors				Prod 1		
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	20.00		p 110	cdc-htq	3.46	2.82	2.92	19,571	3	5.51	5.32	391,420
"B"								0				0
w/8.4#/g mud, 30min Sfc Csg Test psig: 2,038								Totals:	19,571			391,420
<p>The cement volume(s) are intended to achieve a top of 4650 ft from surface or a 200 overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
7 7/8	0.1733	1687	2901	2586	12	9.00						0.79
Class 'C' tail cmt yld > 1.35												

#N/A				5 1/2		Design Factors				<Choose Casing>		
Segment	#/ft	Grade		Coupling	#N/A	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"				0.00				0				0
"B"				0.00				0				0
w/8.4#/g mud, 30min Sfc Csg Test psig:								Totals:	0			0
<p>Cmt vol calc below includes this csg, TOC intended #N/A ft from surface or a #N/A overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
0		#N/A	#N/A	0	#N/A							
#N/A Capitan Reef est top XXXX.												

Devon Energy Production Company LP

13 3/8		surface csg in a		17 1/2		inch hole.		Design Factors			Surface		
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight	
"A"	54.50		j 55	btc	12.42	1.92	1.03	1,261	5	1.73	3.62	68,725	
"B"				btc				0				0	
w/8.4#/g mud, 30min Sfc Csg Test psig: 1,361								Totals:	1,261			68,725	
<p>Comparison of Proposed to Minimum Required Cement Volumes</p> <p>Tail Cmt does not circ to sfc.</p>													
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg	
17 1/2	0.6946	928	1336	876	53	9.00	1578	2M				1.56	

Site plot (pipe rack S or E) as per 9-9-1110-Alt not found

8 5/8		casing inside the		13 3/8		Design Factors			Int 1			
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	32.00		j 55	geoconn	2.66	0.96	0.88	4,850	1	1.67	1.60	155,200
"B"								0				0
w/8.4#/g mud, 30min Sfc Csg Test psig:								Totals:	4,850			155,200
<p>The cement volume(s) are intended to achieve a top of 0 ft from surface or a 1261 overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
9 7/8	0.1261	397	1176	1036	14	10.50	2353	3M				0.44
D V Tool(s):								sum of sx	Σ CuFt			Σ%excess
t by stage % :								397	1176			14
Class 'C' tail cmt yld > 1.35												
Burst Frac Gradient(s) for Segment(s): A, B, C, D = 0.81, b, c, d All > 0.70, OK.												

5 1/2		casing inside the		8 5/8		Design Factors			Prod 1			
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	20.00		p 110	cdc-htq	3.37	2.75	2.84	19,739	3	5.37	5.19	394,780
"B"								0				0
w/8.4#/g mud, 30min Sfc Csg Test psig: 2,091								Totals:	19,739			394,780
<p>The cement volume(s) are intended to achieve a top of 4650 ft from surface or a 200 overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
7 7/8	0.1733	1696	2931	2615	12	9.00						0.79
Class 'C' tail cmt yld > 1.35												

#N/A				5 1/2		Design Factors			<Choose Casing>			
Segment	#/ft	Grade		Coupling	#N/A	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"				0.00				0				0
"B"				0.00				0				0
w/8.4#/g mud, 30min Sfc Csg Test psig:								Totals:	0			0
<p>Cmt vol calc below includes this csg, TOC intended #N/A ft from surface or a #N/A overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
0		#N/A	#N/A	0	#N/A							
#N/A Capitan Reef est top XXXX.												

Devon Energy Production Company LP

13 3/8		surface csg in a		17 1/2		inch hole.		Design Factors				Surface	
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight	
"A"	54.50		j 55	btc	12.42	1.92	1.03	1,261	5	1.73	3.62	68,725	
"B"				btc				0				0	
w/8.4#/g mud, 30min Sfc Csg Test psig: 1,361								Totals:	1,261			68,725	
<p>Comparison of Proposed to Minimum Required Cement Volumes</p> <p>Tail Cmt does not circ to sfc.</p>													
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg	
17 1/2	0.6946	928	1336	876	53	9.00	1578	2M				1.56	

Site plot (pipe rack S or E) as per 0.0.1.1110.4.1 not found

8 5/8		casing inside the		13 3/8		Design Factors				Int 1		
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	32.00		j 55	geoconn	2.66	0.96	0.88	4,850	1	1.67	1.60	155,200
"B"								0				0
w/8.4#/g mud, 30min Sfc Csg Test psig:								Totals:	4,850			155,200
<p>The cement volume(s) are intended to achieve a top of 0 ft from surface or a 1261 overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
9 7/8	0.1261	397	1176	1036	14	10.50	2353	3M				0.44
D V Tool(s):								sum of sx	Σ CuFt			Σ%excess
t by stage % :								397	1176			14
Class 'C' tail cmt yld > 1.35												
Burst Frac Gradient(s) for Segment(s): A, B, C, D = 0.81, b, c, d All > 0.70, OK.												

5 1/2		casing inside the		8 5/8		Design Factors				Prod 1		
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	20.00		p 110	cdc-htq	3.37	2.75	2.84	19,749	3	5.37	5.19	394,980
"B"								0				0
w/8.4#/g mud, 30min Sfc Csg Test psig: 2,091								Totals:	19,749			394,980
<p>The cement volume(s) are intended to achieve a top of 4650 ft from surface or a 200 overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
7 7/8	0.1733	1697	2934	2617	12	9.00						0.79
Class 'C' tail cmt yld > 1.35												

#N/A				5 1/2		Design Factors				<Choose Casing>		
Segment	#/ft	Grade		Coupling	#N/A	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"				0.00				0				0
"B"				0.00				0				0
w/8.4#/g mud, 30min Sfc Csg Test psig:								Totals:	0			0
<p>Cmt vol calc below includes this csg, TOC intended #N/A ft from surface or a #N/A overlap.</p>												
Hole Size	Annular Volume	1 Stage Cmt Sx	1 Stage CuFt Cmt	Min Cu Ft	1 Stage % Excess	Drilling Mud Wt	Calc MASP	Req'd BOPE				Min Dist Hole-Cplg
0		#N/A	#N/A	0	#N/A							
#N/A Capitan Reef est top XXXX.												

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Devon Energy Production Company LP
LOCATION:	Section 9, T.23 S., R.32 E., NMPM
COUNTY:	Lea County, New Mexico

WELL NAME & NO.:	Gato Grande 9 4 Fed Com 511H
ATS/API ID:	3002551312
APD ID:	10400064399
Sundry ID:	2896284

WELL NAME & NO.:	Gato Grande 9-4 Fed Com 512H
ATS/API ID:	3002551317
APD ID:	10400064407
Sundry ID:	2896284

WELL NAME & NO.:	Gato Grande 9 4 Fed Com 521H
ATS/API ID:	3002551315
APD ID:	10400064279
Sundry ID:	2896284

WELL NAME & NO.:	Gato Grande 9 4 Fed Com 522H
ATS/API ID:	3002551316
APD ID:	10400064596
Sundry ID:	2896284

COA

Primary Design:

H2S	<input type="text" value="Yes"/>		
Potash	<input type="text" value="None"/>	<input type="text" value="None"/>	
Cave/Karst Potential	<input type="text" value="Low"/>		
Cave/Karst Potential	<input type="checkbox"/> Critical		
Variance	<input type="radio"/> None	<input checked="" type="radio"/> Flex Hose	<input type="radio"/> Other
Wellhead	<input type="text" value="Conventional and Multibowl"/>		
Other	<input type="checkbox"/> 4 String <input type="checkbox"/> 5 String	Capitan Reef <input type="text" value="None"/>	<input type="checkbox"/> WIPP
Other	Pilot Hole <input type="text" value="None"/>	<input type="checkbox"/> Open Annulus	
Cementing	Contingency Squeeze <input type="text" value="None"/>	Echo-Meter <input type="text" value="Int 1"/>	Primary Cement Squeeze <input type="text" value="None"/>
Special Requirements	<input type="checkbox"/> Water Disposal/Injection	<input checked="" type="checkbox"/> COM	<input type="checkbox"/> Unit
Special Requirements	<input type="checkbox"/> Batch Sundry	Waste Prevention <input type="text" value="None"/>	
Special Requirements Variance	<input checked="" type="checkbox"/> BOPE Break Testing <input checked="" type="checkbox"/> Offline BOPE Testing	<input checked="" type="checkbox"/> Offline Cementing	<input type="checkbox"/> Casing Clearance

Alternate Design:

Potash	None ▼	None ▼	
Cave/Karst Potential	Low ▼		
Cave/Karst Potential	<input type="checkbox"/> Critical		
Other	<input type="checkbox"/> 4 String <input type="checkbox"/> 5 String	Capitan Reef None ▼	
Other	Pilot Hole None ▼	<input type="checkbox"/> Open Annulus	
Cementing	Contingency Squeeze None ▼	Echo-Meter None ▼	Primary Cement Squeeze None ▼

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H₂S) Drilling Plan shall be activated 500 feet prior to drilling into the **Cherry Canyon** formation. As a result, the Hydrogen Sulfide area must meet **43 CFR part 3170 Subpart 3176** requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

PRIMARY DESIGN

B. CASING

1. The **13-3/8** inch surface casing shall be set at approximately **1261 feet** (a minimum of 70 feet into the Rustler Anhydrite and above the salt when present, and below usable fresh water) and cemented to the surface. The surface hole shall be **17 1/2** inch in diameter.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8 hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that string.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

2. The minimum required fill of cement behind the **8-5/8** inch intermediate casing is:

Option 1 (Single Stage):

- Cement to surface. If cement does not circulate see B.1.a, c-d above.

Option 2:

Operator has proposed to cement in two stages by conventionally cementing the first stage and performing a bradenhead squeeze on the second stage, contingent upon no returns to surface.

- a. First stage: Operator will cement with intent to reach the top of the **Brushy Canyon at 6915'**.
- b. Second stage:
 - Operator will perform bradenhead squeeze and top-out. Cement to surface. If cement does not reach surface, the appropriate BLM office shall be notified. (**Squeeze 1045 sxs Class C**)

Operator has proposed to pump down **13-3/8" X 8-5/8"** annulus after primary cementing stage. Operator must run Echo-meter to verify Cement Slurry/Fluid top in the annulus Or operator shall run a CBL from TD of the **8-5/8"** casing to surface after the second stage BH to verify TOC.

Submit results to the BLM. No displacement fluid/wash out shall be utilized at the top of the cement slurry between second stage BH and top out. Operator must run one CBL per Well Pad. Operator may conduct a negative and positive pressure test during completion to remediate sustained casing pressure.

If cement does not reach surface, the next casing string must come to surface.

Operator must use a limited flush fluid volume of 1 bbl following backside cementing procedures.

3. The minimum required fill of cement behind the **5-1/2** inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.
Cement excess is less than 25%, more cement is required if washout occurs. Adjust cement volume and excess based on a fluid caliper or similar method that reflects the as-drilled size of the wellbore.

ALTERNATE DESIGN

C. CASING

4. The **13-3/8** inch surface casing shall be set at approximately **1261 feet** (a minimum of 70 feet into the Rustler Anhydrite and above the salt when present, and below usable fresh water) and cemented to the surface. The surface hole shall be **17 1/2** inch in diameter.
 - e. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after

- completing the cement job.
- f. Wait on cement (WOC) time for a primary cement job will be a minimum of **8 hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - g. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - h. If cement falls back, remedial cementing will be done prior to drilling out that string.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

5. The minimum required fill of cement behind the **8-5/8** inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. **Cement excess is less than 25%, more cement is required if washout occurs. Adjust cement volume and excess based on a fluid caliper or similar method that reflects the as-drilled size of the wellbore.**
6. The minimum required fill of cement behind the **5-1/2** inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification. **Cement excess is less than 25%, more cement is required if washout occurs. Adjust cement volume and excess based on a fluid caliper or similar method that reflects the as-drilled size of the wellbore.**

D. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'

2.

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the **8-5/8** inch intermediate casing shoe shall be **5000 (5M)** psi.

Option 2:

Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the **13-3/8** inch surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.

- a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172.6(b)(9) must be followed.

E. SPECIAL REQUIREMENT (S)**Communitization Agreement**

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- The operator will submit an as-drilled survey well plat of the well completion, but are not limited to, those specified in **43 CFR part 3170 Subpart 3171**
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

(Note: For a minimum 5M MASP or less (Utilizing a 10M BOPE system)

BOPE Break Testing Variance (Approved)

- BOPE Break Testing is ONLY permitted for 5M psi MASP or less. (**Annular preventer must tested to 100% working pressure and BOPE shall be tested to full Rated Pressure**)
- While in transfer between wells, the BOPE shall be secured by the hydraulic carrier or cradle.
- Any well control event while drilling require notification to the BLM Petroleum Engineer (**575-706-2779**) prior to the commencement of any BOPE Break Testing operations.
- The BLM is to be contacted Choose an item. 4 hours prior to BOPE tests.
- As a minimum, a full BOPE test shall be performed at **21**-day intervals.
- In the event any repairs or replacement of the BOPE is required, the BOPE shall test as per **43 CFR part 3170 Subpart 3172**.
- If in the event break testing is not utilized, then a full BOPE test would be conducted.
- The BOPE testing shall be conducted while the rig is stationary.

Intermediate Break Testing Section:

- Variance only pertains to the intermediate hole-sections shallower than the deepest drilled intermediate on the well pad above 12,000 feet.
- A full BOPE test is required prior to drilling the first deep intermediate hole section. If any subsequent hole interval is deeper than the first, a full BOPE test will be required. (200' TVD tolerance between intermediate shoes is allowable).

Production Break Testing Section: permitted

- Variance only pertains to the production hole-section shallower than the deepest drilled production on the well pad above 12,000 feet.
- A full BOPE test is required prior to drilling the first deep production hole section. If any subsequent hole interval is deeper than the first, a full BOPE test will be required. (200' TVD tolerance between production lateral is allowable).

Offline BOPE Testing

Operator has been (**Approved**) to test the BOPE offline.

The BOPE offline testing shall be stationary during pressure testing.

Online BOPE testing should commence within 72 hours of offline BOPE testing completion. Notify the BLM if interval exceeds 72 hours.

Notify the BLM 4hrs prior to offline BOPE testing at **Lea County: 575-689-5981**.

Offline Cementing

Operator has been **(Approved)** to pump the proposed cement program offline in the **Intermediate(s) interval and Production intervals.**

Offline cementing should commence within 24 hours of landing the casing for the interval.

Notify the BLM 4hrs prior to cementing offline at **Lea County: 575-689-5981.**

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

Lea County

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240,
(575) 689-5981

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per **43 CFR part 3170 Subpart 3172** as soon as 2nd Rig is rigged up on well.

2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends of both lead and tail cement, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
4. Acceptable Method of Cement Verifications:
 - a. Observing cement circulated to surface.
 - b. Cement bond log (CBL).
 - c. Temperature log within 8-10 hours after completing the cement job.
 - d. Echometer (if a second-stage bradenhead squeeze is being used).
5. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
6. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
7. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
8. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
9. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in **43 CFR part 3170 Subpart 3172 and API STD 53 Sec. 5.3**.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172.6(b)(9) must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead cement), whichever is greater. However, if the float does not hold, cut-

off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).

- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the cement plug. The BOPE test can be initiated after bumping the cement plug with the casing valve open. (only applies to single stage cement jobs, prior to the cement setting up.)
 - c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer and can be initiated immediately with the casing valve open. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to **43 CFR part 3170 Subpart 3172** with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for 8 hours or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
 - d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
 - e. The results of the test shall be reported to the appropriate BLM office.
 - f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
 - g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
 - h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per **43 CFR part 3170 Subpart 3172**.
- C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

Long Vo (LVO) 3/5/2026

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 564283

CONDITIONS

Operator: DEVON ENERGY PRODUCTION COMPANY, LP 333 West Sheridan Ave. Oklahoma City, OK 73102	OGRID: 6137
	Action Number: 564283
	Action Type: [C-103A] NOI Change of Plans (C-103A)

CONDITIONS

Created By	Condition	Condition Date
matthew.gomez	All previous COA's still apply.	4/13/2026