SUSPENSE

5/13/2014

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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE **Application Acronyms:** [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [PPR-Positive Production Response] [EOR-Qualified Enhanced Oil Recovery Certification] [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A] - Devon Energy Production Location - Spacing Unit - Simultaneous Dedication \square NSL \square NSP \square SD Check One Only for [B] or [C] Commingling - Storage - Measurement [B] 30-015-Pending \square DHC \square CTB \square PLC \square PC \square OLS \square [C]Injection - Disposal - Pressure Increase - Enhanced Oil Recovery ☐ WFX ☐ PMX ☒ SWD ☐ IPI ☐ EOR ☐ PPR [D]Other: Specify [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or \square Does Not Apply Working, Royalty or Overriding Royalty Interest Owners [B] Offset Operators, Leaseholders or Surface Owner Application is One Which Requires Published Legal Notice [C] [D] Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office [E]For all of the above, Proof of Notification or Publication is Attached, and/or, [F] Waivers are Attached SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] OF APPLICATION INDICATED ABOVE. [4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division. Note: Statement must be gompleted/by in individual with managerial and/or supervisory capacity. Stephanie A. Porter Operations Technician Title Print or Type Name ature Stephanie.Porter@dvn.com

e-mail Address

.STATE, OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

FORM C-108 Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

I.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? X Yes No	
II.	OPERATOR:Devon Energy Production Company, LP	
	ADDRESS:333 West Sheridan Avenue, Oklahoma City, Oklahoma 73102-5010	
	CONTACT PARTY:Stephanie A. PorterPHONE: _405-552-7802	
III.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.	
IV.	Is this an expansion of an existing project? Yes XNo If yes, give the Division order number authorizing the project:	
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle identifies the well's area of review.	cle
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.	
VII.	Attach data on the proposed operation, including:	
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attacked chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, near wells, etc.). 	h a
*VIII.	Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.	witl
IX.	Describe the proposed stimulation program, if any.	
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmit	ted
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of an injection or disposal well showing location of wells and dates samples were taken.	ıy
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.	
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.	
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowled and belief. NAME:Stephanie A. Porter	ge
*	E-MAIL ADDRESS: Steptanie.Porter@dvn.com If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted Please show the date and circumstances of the earlier submittal:	

III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:
 - (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
 - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
 - (3) A description of the tubing to be used including its size, lining material, and setting depth.
 - (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
 - (1) The name of the injection formation and, if applicable, the field or pool name.
 - (2) The injection interval and whether it is perforated or open-hole.
 - (3) State if the well was drilled for injection or, if not, the original purpose of the well.
 - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
 - (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

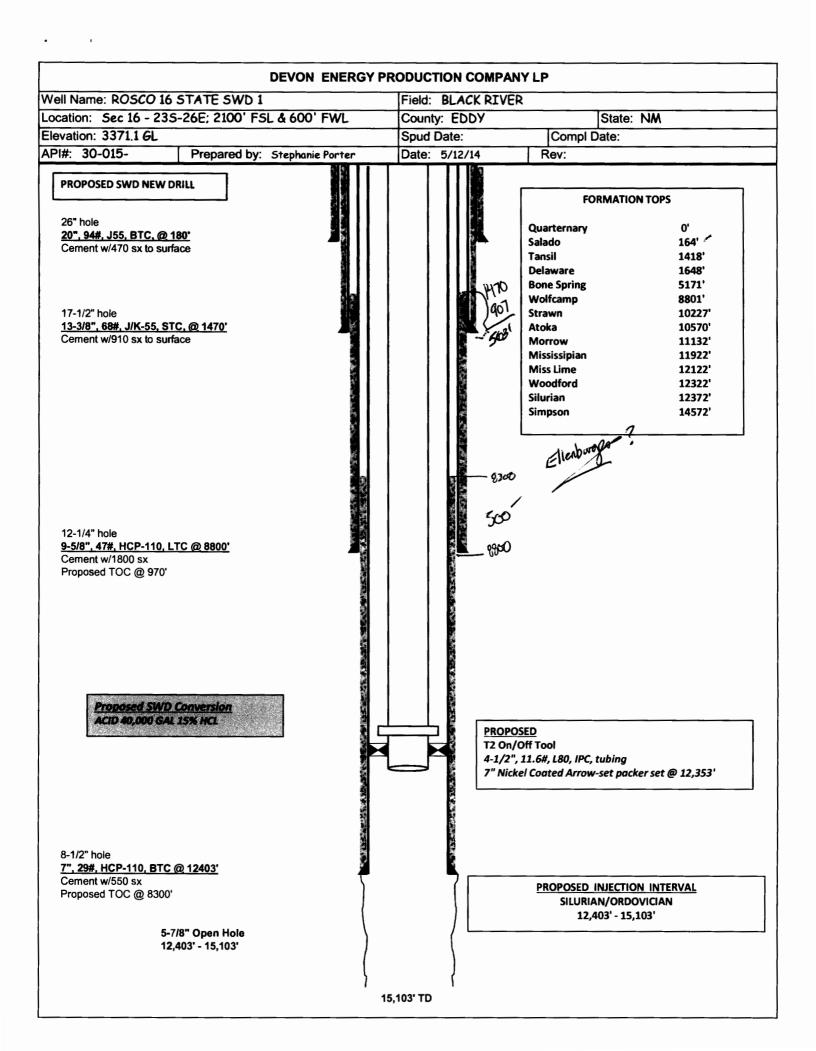
NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

INJECTION WELL DATA SHEET

OPERATOR:Devoi	n Energy	Production Company, LP				
WELL NAME & NUMBE	ER:	ROSCO 16 ST SWD 1				
WELL LOCATION:1	665' FSI FOOTAC	L & 600' FWL GE LOCATION	LUNI	Sec T LETTER	16T23S_ SECTION	R26ETOWNSHIP RANGE
WELLBO.	RE SCHI	EMATIC	_		WELL CONS	STRUCTION DATA
		DN COMPANY LP BLACK RIVER			Surface C	asing
Well Name: ROSCO 16 STATE SWD 1 Location: Sec 16 - 235-26E; 2100' FSL & 600' FWI Elevation: 3371.1 GL API#: 30-015- Prepared by: Stephanie Porth	County: Spud Da	EDDY State: NM ate: Compl Date:		Hole Size:26"	all	Casing Size: 20",94# @ 180'
PROPOSED SWD NEW DRILL	er Date. 5	TABLE TABLE		Cemented with: _470	sx.	<i>or</i> ft ³
26" hole		FORMATION TOPS Quarternary 0'		Top of Cement:Su	rface	Method Determined: Circ. cement
20", 94#, J55, BTC, @ 180' Cement w/470 sx to surface		Salado 164' Tansil 1418' Delaware 1648' Bone Spring 5171'			Intermediate	Casing
17-1/2" hole 13-3/8", 68#, J/K-55, STC, @ 1470' Cement w/910 sx to surface		Wolfcamp 8801' Strawn 10227' Atoka 10570' Morrow 11132'		Hole Size:17-1/2"		Casing Size:_13-3/8", 68#, @ 1470'
		Mississipian 11922' Miss Lime 12122'		Cemented with:910_	sx.	<i>or</i> ft ³
		Woodford 12322' Silurian 12372' Simpson 14572'	-i2403	Top of Cement: S	surface	Method Determined: Circ. cement_
	18 A. C.		-15103		Intermediate	
				Hole Size:12-1/4"		Casing Size:_9-5/8", 47#, @ 8800'
12-1/4" hole 9-5/8", 47#, HCP-110, LTC @ 8800" Cement w/1800 sx	- AND			Cemented with:180	00sx.	orft³
Proposed TOC @ 970'				Top of Cement: 970'		Method DeterminedCalc TOC
				. – –	Production	
	8888			Hole Size:8-1/2"_		Casing Size:_7", 29#, @ 12403'
Proposed SWD Conversion ACD 40,000 GAL 15% HCL		PROPOSED T2 On/Off Tool		Cemented with:550		orft ³
	X	4-1/2", 11.68, 180, IPC, tubing 7" Nickel Coated Arrow-set packer set @ 12,353'		Top of Cement: _TOC @		Method Determined: Calc TOC_
8-1/2" hole				Total Depth:15103'		
7", 294, HCP-110, BTC @ 12403' Cement w/550 sx Proposed TOC @ 8300'		PROPOSED INJECTION INTERVAL SILURIAN/ORDOVICIAN			Injection Interval	(Open Hole)
5-7/8" Open Hote 12,403' - 15,103'		12,403' - 15,103'			12403	to15103'
	15,103' TD	((I	Perforated or Open Ho	ole indicate which)

INJECTION WELL DATA SHEET

	Tubing Size: 4-1/2" Lining Material:IPC
Туј	oe of Packer: 7" Nickel Coated Arrowset Packer
Pac	eker Setting Depth: +/- 12353'
Otł	ner Type of Tubing/Casing Seal (if applicable):
	Additional Data
1.	Is this a new well drilled for injection? Yes
	If no, for what purpose was the well originally drilled?n/a
2.	Name of the Injection Formation:Silurian/Ordovician
3.	Name of Field or Pool (if applicable):(to be assigned)
4.	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. n/a
5.	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area:
	Quaternary 0 (Barren); Salado 164 (Barren); Tansil 1418 (Barren); Delaware 1648 (Oil); Bone Spring 5171 (Oil); Wolfcamp 8801 (Oil); Strawn 10227 (Oil/Gas); Atoka 10570 (Oil/Gas); Morrow 11132 (Oil/Gas); Mississipian 11922 (Barren); Mississipian Lime 12122 (Barren); Woodford 12322 (Barren); Silurian 12372 (Barren); Simpson 14572 (Barren)



Proposed Injection Well: Rosco 16 State SWD 1 API: 30-015-APPLICATION FOR INJECTION Form C-108 Section III III. Well Data-On Injection Well A. Injection Well Information (1) Lease Rosco 16 State SWD Well No 1665' FSL & 600' FWL Location Sec,Twn,Rnge Sec 16-T23S-R26E Cnty, State Eddy County, NM (2) Casing 20", 94#, J55, BTC, @ 180' Cmt'd w/470 sx, circ cmt to surf 13-3/8", 68#, J/K-55, STC, @ 1470' Cmt'd w/910 sx, circ cmt to surf 9-5/8", 47#, HCP-110, LTC @ 8,800' Cmt'd w/1800, proposed toc @ 970' 7", 29#, HCP-110, BTC @ 12403' Cmt w/550 sx, prop toc @ 8300' (3) Injection Tubing 4-1/2" 11.6# L-80 IPC injection tubing 7" Nickel Coated Arrowset Packer @ +/- 12353' (4) Packer **B. Other Well Information** Silurian/Ordovician (1) Injection Formation: Field Name: (to be assigned) (2) Injection Interval: 12403' - 15103' (3) Original Purpose of Wellbore: Drill and convert to SWD (4) Other perforated intervals: n/a (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the

Quaternary 0 (Barren); Salado 164 (Barren); Tansil 1418 (Barren); Delaware 1648 (Oil); Bone Spring 5171 (Oil); Wolfcamp 8801 (Oil); Strawn 10227 (Oil/Gas); Atoka 10570 (Oil/Gas); Morrow 11132 (Oil/Gas); Mississipian 11922 (Barren); Mississipian Lime 12122 (Barren); Woodford 12322 (Barren); Silurian 12372 (Barren); Simpson 14572 (Barren)

area of the well if any.

Proposed Injection Well: Rosco 16 State SWD 1 API: 30-015-APPLICATION FOR INJECTION

Form C-108 Section VII to XIII Page 1

VII Attach data on the proposed operation, including:

(1) Proposed average injection rate: 7500 BWPD Proposed maximum injection rate: 15000 BWPD

(2) The system will be a closed system.

Proposed average injection pressure: 1240 psi Proposed max injection pressure:

- (4) The injection fluid will be produced water from area wells producing from the Bone Spring and/or Delaware formation that will be injected into the Silurian/Ordovician formation.
- (5) No representative water analysis are submitted for the Delaware & Bone Spring formation(s).

VIII Geologic Injection Zone Data

The injection zone is the Silurian/Ordivician formation from 12400' to 15103'. The gross injection interval is 2703' thick. The Silurian/Ordivician formation is a Permian aged sandstone. The average depth to fresh water is 202' in this area.

IX **Proposed Stimulation**

Based on injectivity results this interval could be acid stimulated.

X Log Data

Logs will be submitted to the OCD.

ΧI Fresh Water Analysis

Fresh water wells were identified in the vicinity of the proposed well, representative anlalysis' have been provided. See documentation.

XII Geologic / Engineering Statement

ROSCO 16 STATE SWD #1:

Name of the Injection Formation: Silurian & Ordovician (Wristen Group, Fusselman, Montoya, and Simpson Group)

Field or Pool Name (if known):

Injection Interval: 12,400'-15,103' open hole

Depth to Fresh Water's Stratagraphic Unit Name: Quaternary

Depth to Ground Water: 202'

Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well: Next Higher -

Mississippian (11,953'); Next Lower - N/A

Potential Productivity of the target disposal interval: See Comments Below

Disposal water will be sourced from area wells from the Bone Spring and/or Delaware formation(s). An examination of this area has determined there are no open faults or other hydrologic connection between the disposal zone and any underground drinking water.

ROSCO 16 STATE SWD #1 (1665' FSL & 600' FWL 16-23S-26E; PTD 15,103')

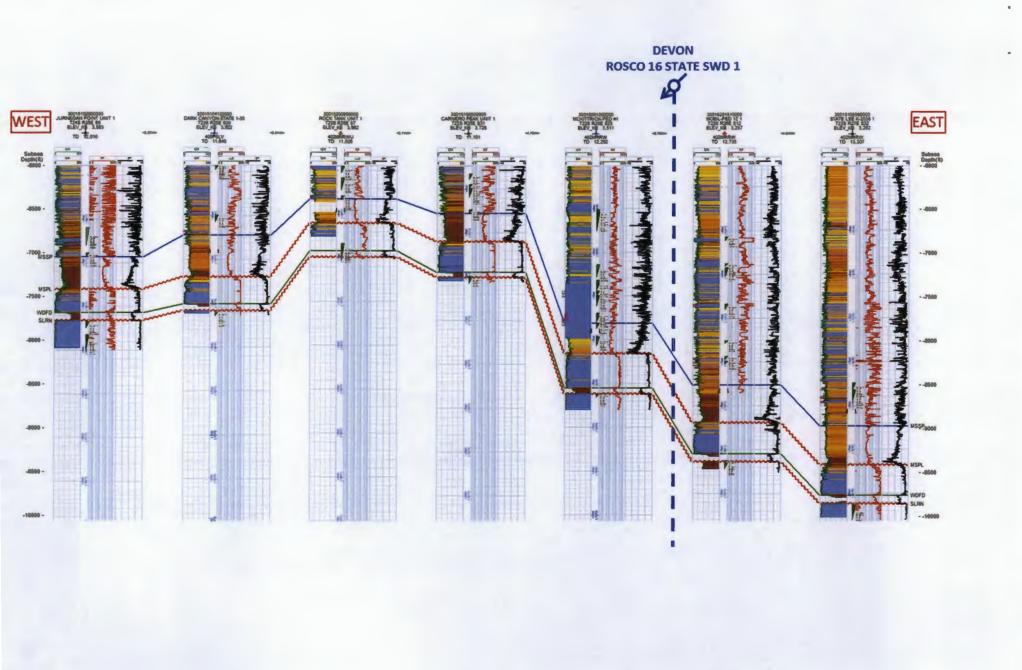
The proposed interval for disposal per the Rosco 16 State SWD #1 APD is in the Wristen Group, Fusselman, Montoya, and Simpson Group from 12,403' to 15,103'. A review of the wells surrounding the drill site shows that the closest Silurian penetration is the MOBIL-FED 12 #1 in 12-23S-26E (3.9 miles ENE). Other Silurian penetrations within 8 miles of the proposed disposal site are shown on the subsequent map and cross-section along with the proposed new drill of the ROSCO 16 STATE SWD #1. All of the offset Silurian penetrations had at least one DST in the Silurian. None of the DSTs delivered hydrocarbons in quantities that warranted further testing and/or completion. These wells tested the Silurian were subsequently P&A'd or completed up hole in the Morrow formation.

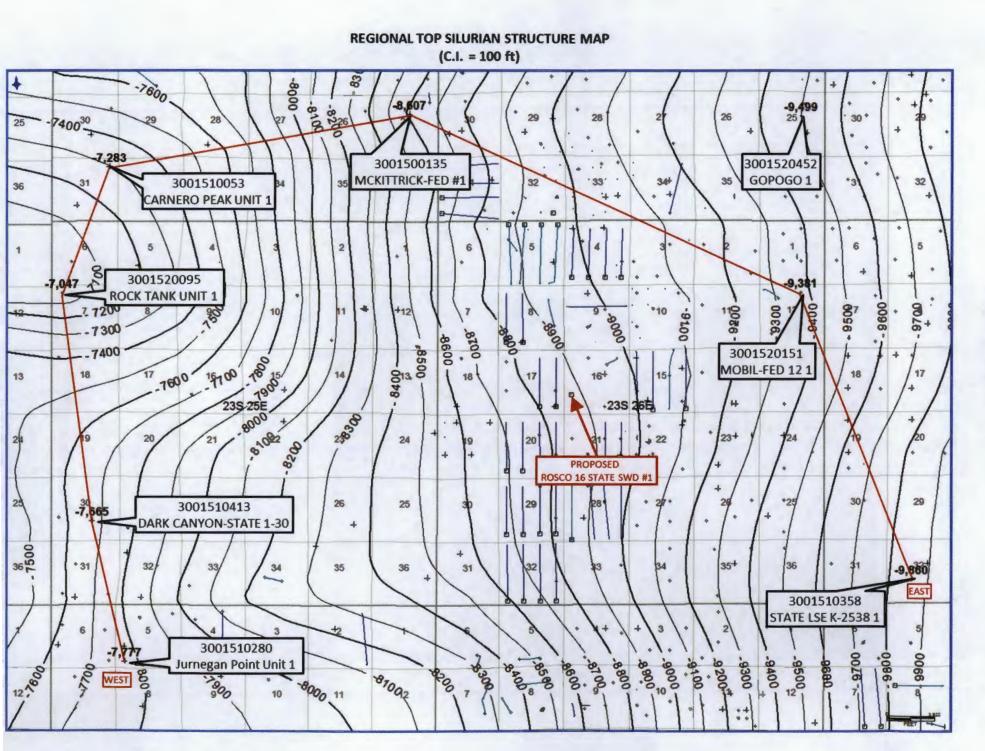
Rhust Raleigh Blumstein, Geologist Direct #: (405)-552-3359

Cell #: (405)-635-7903

XIII Proof of Notice

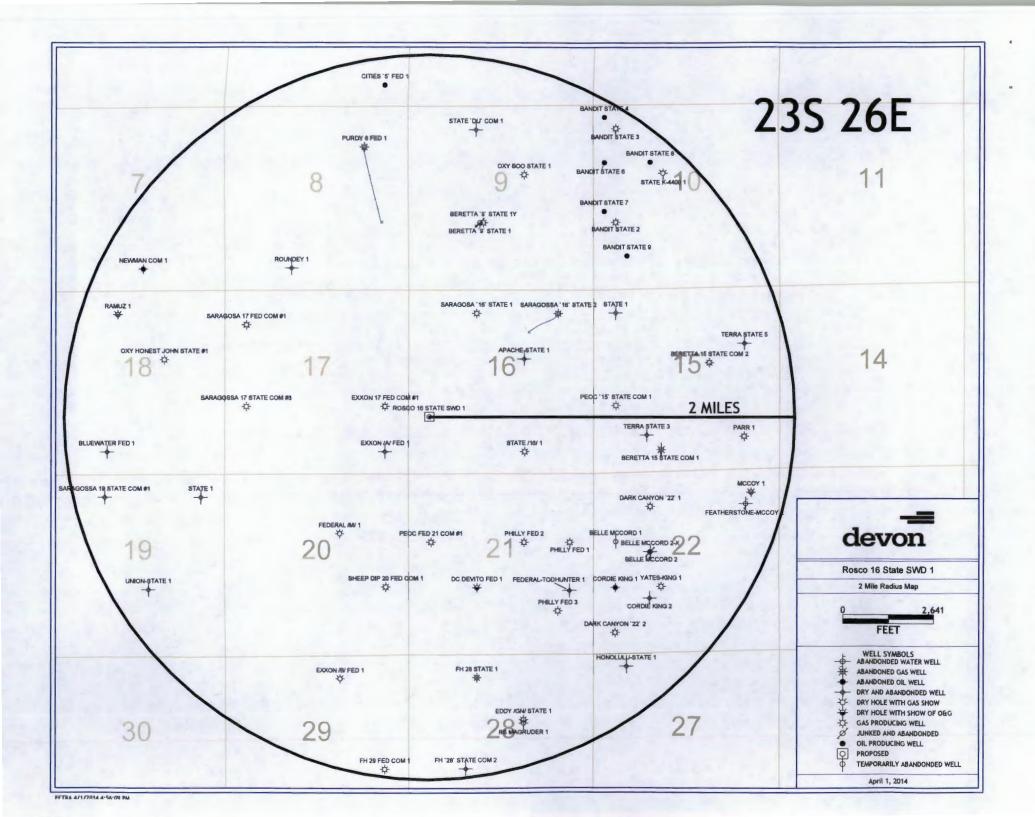
Proof of notice to surface owner, and public legal notification are attached.

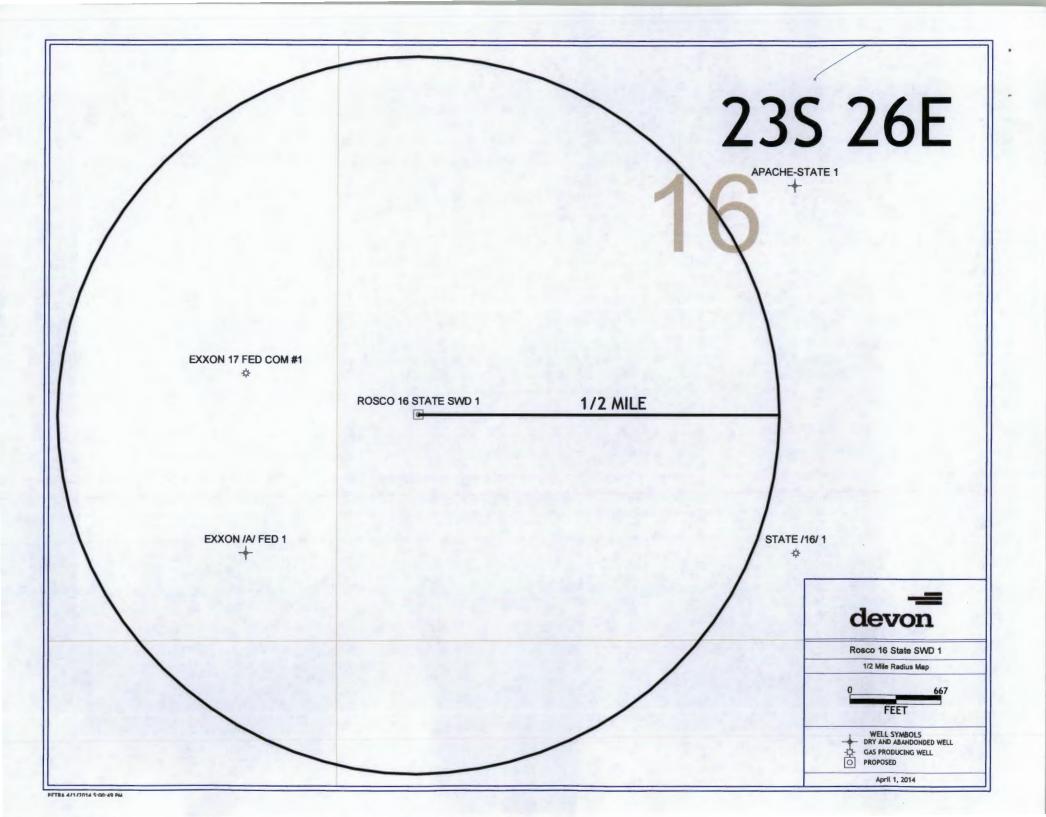


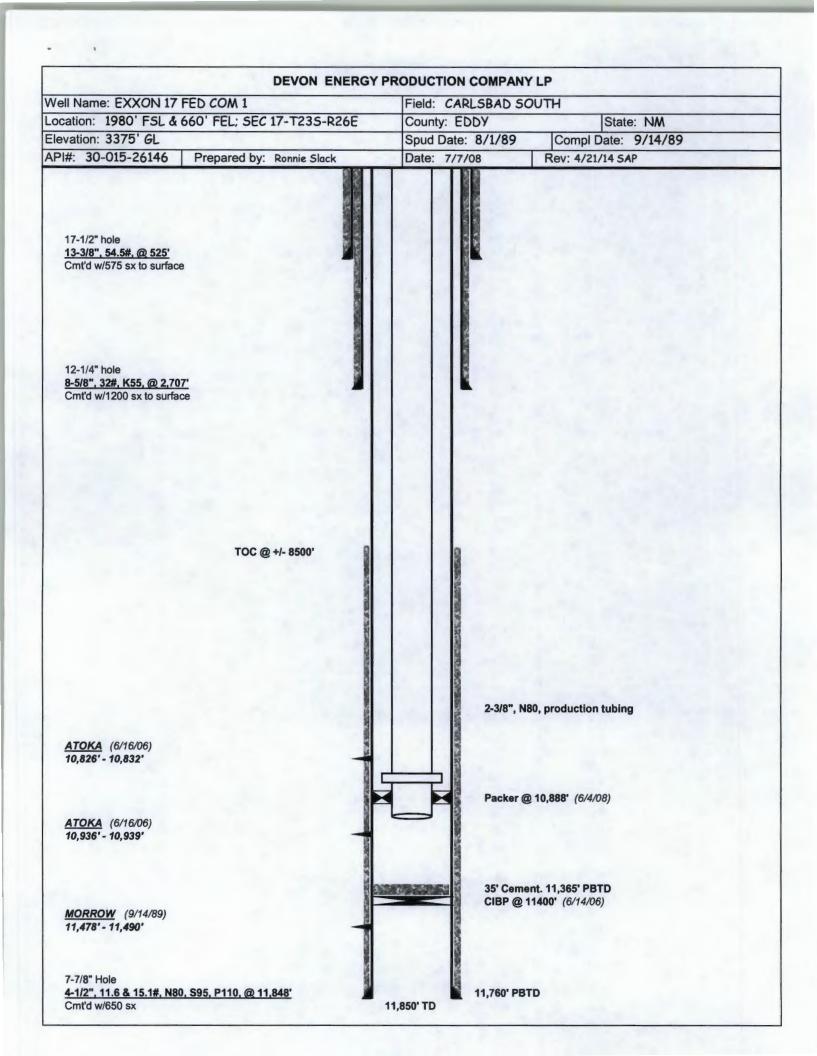


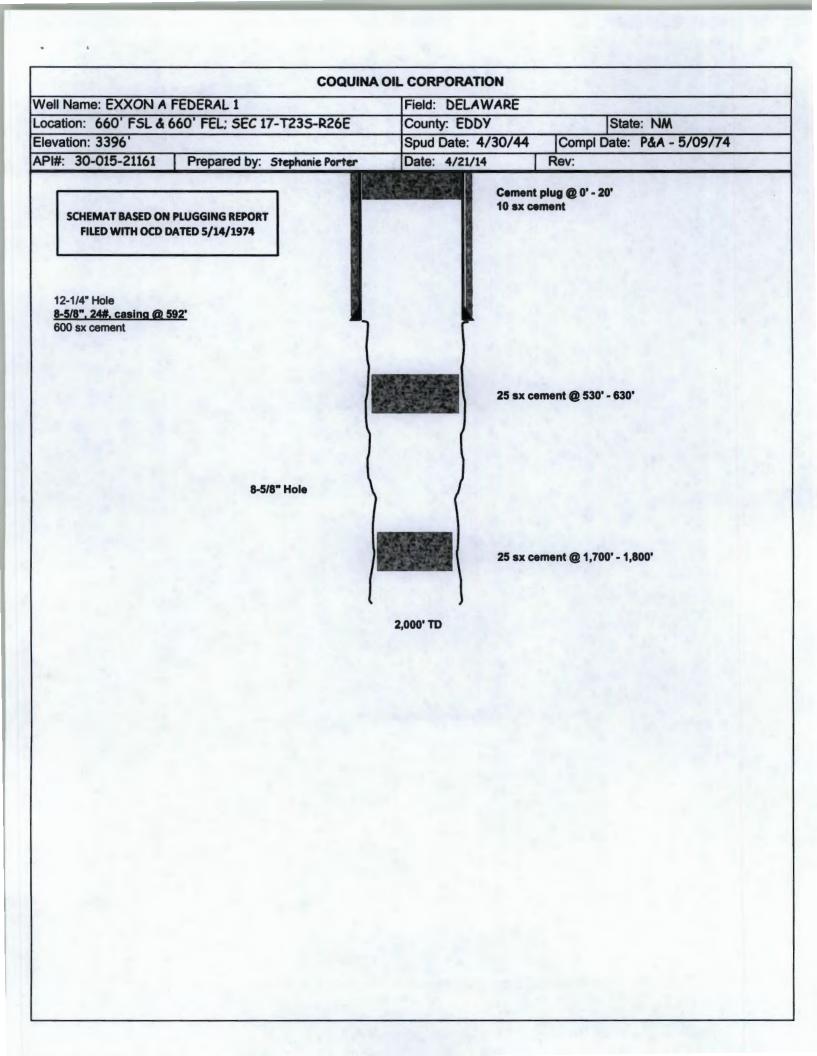
C108 ITEM VI-Well Tab	oulation in 1/2 Mile Review	v Агеа															
Devon Energy Producti																	
Proposed Inj Well:	ROSCO 16 STATE SWD) 1															
Proposed Formation:	Silurian/Ordovician																
Proposed Interval:	12403' - 15103'																
Operator	Well Name	API NO	County	Surf Location	Sec	Twn	Rnge	Туре	Status	Spud Date	Comp Date	TVD	PBTD	Comp Zone	Comp Interval-Ft	Casing Program (MD)	Cement / TOC
Devon Energy Production Company, LP	Rosco 16 State SWD 1	30-015-	Eddy	1665' FSL 600' FWL	16	238	26E	lnj	To Be Drilled	To Be Drilled	To Be Drilled	15103	15103	Ordovician/ Silurian	12403-15103	20", 94# @ 180' 13-3/8", 68#, @ 1470' 9-5/8", 47# @ 8800' 7", 29# @ 12403'	470 sx/ surface 910 sx / surface 1800 sx / 970 toc 550 sx/ 8300 toc
Coquina Oil Corporation	Exxon A Federal 1	30-015-21161	Eddy	660' FSL 660' FEL	17	238	26E	Dry Hole	P&A	4/30/1974	5/9/1974	2000)	Surf	n/a	NA SOLOM	8-5/8", 24#, @ 592'	600 sx / surface
Devon Energy Production Company, LP	Exxon 17 Federal Com 1	30-015-26146	Eddy	1980' FSL 660' FEL	17	235	26E	Gas	Active	6/12/2006	6/19/2006	11850	11365	Atoka Morrow	10826-10939 (CIBP @ 11400) 11478-11490	13-3/8", 54.5#, @ 525' 8-5/8", 32#, @ 2707' 4-1/2", 11.6/15#, @ 11848'	575 sx / surface 1200 sx / 8500 cr 650 sx / surface

d wells penetrate



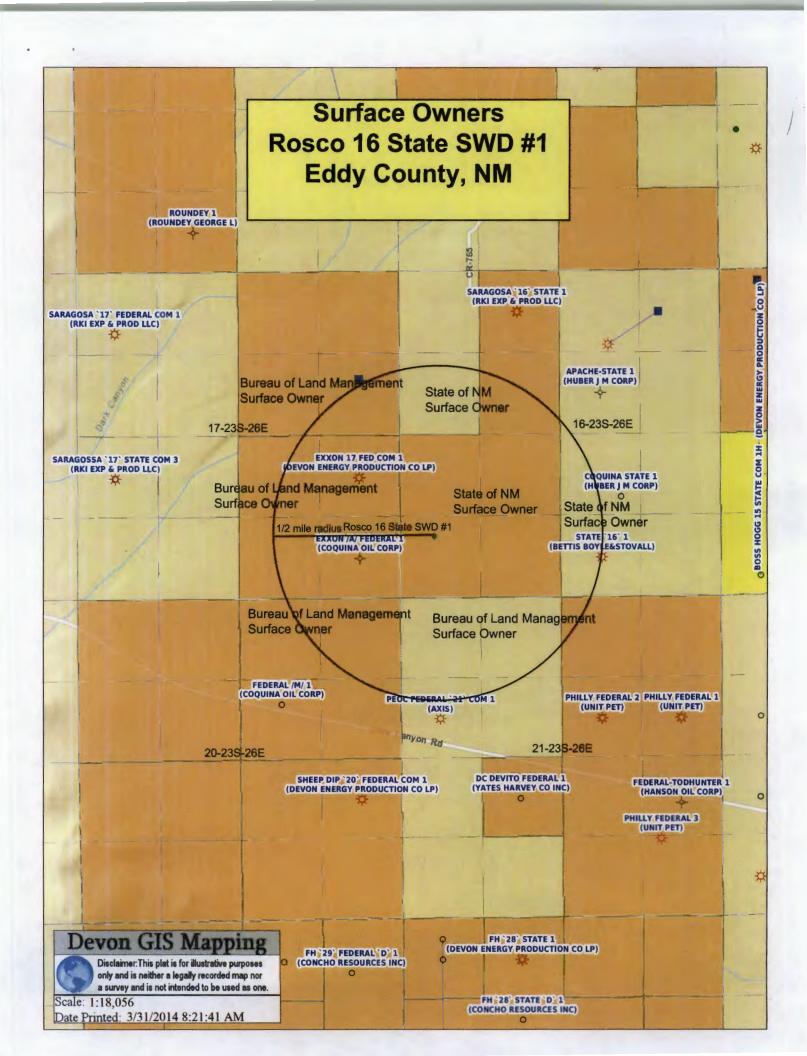


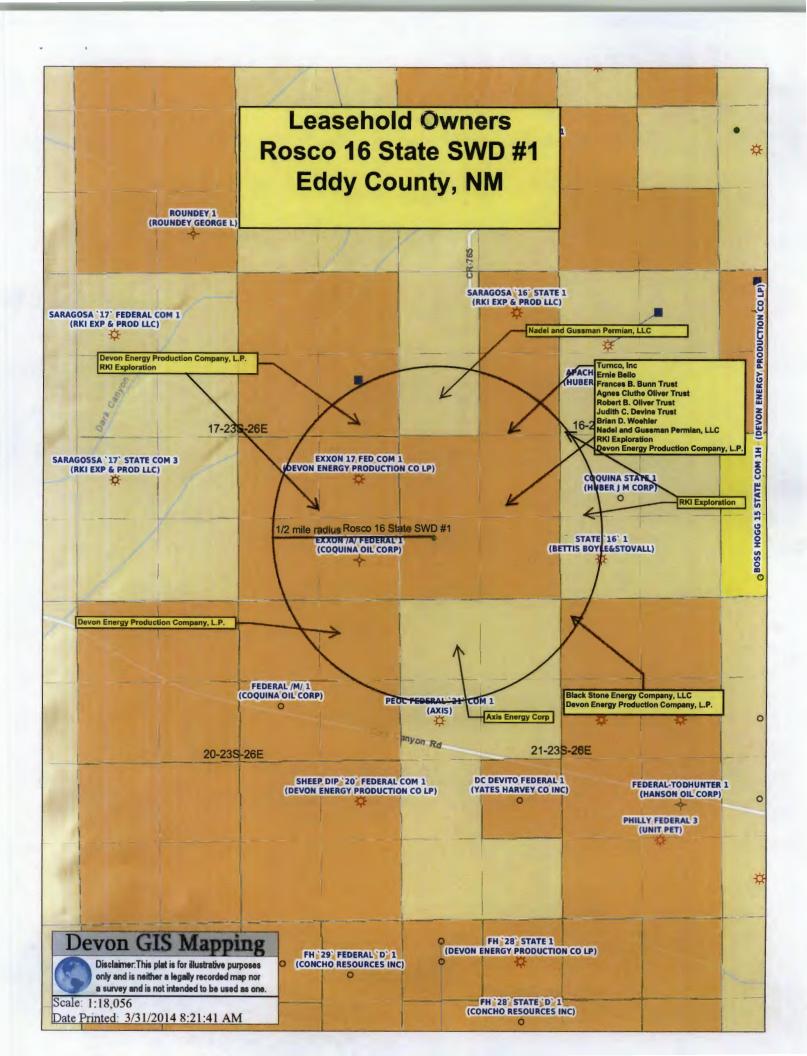




N. M. E. G. C. CCPY

(This space for Fed	deral or State office use)	TITLE			DATE	:
SIGNED O	Rutthe (D.C. Radtke)		Engineer		DATE 5-1	14-74
. I hereby certify the	at the foregoing is true and correct					
				ARTESIA,	DEICAL SURVEY NEW MEXICO	
				HI O OFFI	DOING SHEVEY	
				MAY	161974	
				REC	EIVED	
					W1.004.100	
completed	setting plugs at 8:00	raine, ila	y 3, 19/4.			
			. 0 1074			
Plug #3	10 sxs. 0-20'					
Plug #2	25 sxs. 530'-63	30'			8:	
Plug #1	25 sxs. 1700'-18	300'				
Plugged an	d abandoned by settin	ng the fol	lowing plugs:	-12:		
nent to this work.	If well is directionally drilled, give	s subsurface foca	and measured an	true vertical	depths for all marke	ers and zones p
(Other)	OR COMPLETED OPERATIONS (Clearly	state all pertine	it details, and cive per	tinent dates.	of multiple completion tion Report and Log is including estimated d	ate of starting
REPAIR WELL	CHANGE PLANS		(Other)			
FRACTURE TREAT SHOOT OR ACIDIZE	MULTIPLE COMPLE	TE	FRACTURE TREA		ALTERING	V
TEST WATER SHUT-	OFF PULL OR ALTER CA	SING	WATER SHOT-OI	-	REPAIRING	WELL
	NOTICE OF INTENTION TO:	TO maleate 1	divise of Nonce, in		ENT REPORT OF:	
	Check Appropriate Box		Nature of Natice P	enort or O	Eddy ther Data	I N.M.
PERMIT NO.	G.L. 3	(Show whether D	7, RT, GR, etc.)		12. COUNTY OR PARIS	
	4.5				Sec.17, T23S	
			1	10=0	11. SEC., T., B., M., OF SURVEY OR AR	BLE, AND
See also space 17 be	FS & EL, Sec.17	react with any	requirements.		Und Delaw	
200 Bldg.	of the Southwest, Mic	lland, Tex			10 9199 0 4 No 19001	OR WILDCIM
Coquina Oi	1 Corporation		0.1	C. C.	Exxon A Fed	eral
NAME OF OPERATOR			FEB	5 1975	8. FARM OR LEASE N	YNE
OIL X GAS WELL	OTHER				7. UNIT AGREEMENT	NAME
(Do not use the	is form for proposals to drill or to Use "APPLICATION FOR PERM	deepen or plug	back to a different rese	IVE	D	
, SUI	NDRY NOTICES AND		ON WELLS		6. IF INDIAN, ALLOTT	TEE OR TRIBE N
	GEOLOGICAL	HE INTER			S. LEASE DESIGNATION NM 6569	





Leasehold Operator Ownership

1/2 mile Rosco 16 State SWD #1

Township 23 South, Range 26 East

Section 16: SW/4 NW/4

Nadel and Gussman Permian, LLC 15 E 5th Street, Suite 3200 Tulsa, OK 74103

Township 23 South, Range 26 East

Section 16: SE/4 NW/4; SW/4

Devon Energy Production Company, LP 333 W Sheridan Ave Oklahoma City, OK 73102-5015

Turnco, Inc. 4722 Taft Blvd Wichita Falls, TX 76308

Ernie Bello 1570 Alewa Dr Irvine, CA 96817

Frances B. Bunn Revocable Living Trust 2493 Makiki Heights Dr Honolulu, HI 96822

Agnes Cluthe Oliver Trust 2626 Cole Avenue Suite 705 Dallas, TX 75204

Robert B. Oliver Trust 2626 Cole Avenue Suite 705 Dallas, TX 75204

Judith C. Devine Trust 2626 Cole Avenue Suite 705 Dallas, TX 75204

Brian D. Woehler Trust c/o Steve Fillenwarth, Trustee 9840 Westpoint Dr Suite 200 Indianapolis, IN 46256 Nadel and Gussman Permian, LLC 15 E 5th Street, Suite 3200 Tulsa, OK 74103

RKI Exploration 210 Park Ave Ste 900 Oklahoma City, OK 73102

Township 23 South, Range 26 East Section 16: SW/4 NE/4; W/2 SE/4

RKI Exploration 210 Park Ave Ste 900 Oklahoma City, OK 73102

Township 23 South, Range 26 East

Section 21: NW/4 NE/4

Devon Energy Production Company, LP 333 W Sheridan Ave Oklahoma City, OK 73102-5015

Black Stone Energy Company, LLC 1001 Fannin, Suite 2020 Houston, TX 77002

Township 23 South, Range 26 East

Section 21: NW/4

Axis Energy Corporation PO Box 2107 Roswell, NM 88202

Township 23 South, Range 26 East

Section 20: NE/4

Devon Energy Production Company, LP 333 W Sheridan Ave Oklahoma City, OK 73102-5015

Township 23 South, Range 26 East

Section 17: E/2

Devon Energy Production Company, LP 333 W Sheridan Ave Oklahoma City, OK 73102-5015 RKI Exploration 210 Park Ave Ste 900 Oklahoma City, OK 73102 Section XIV--Proof of Notice to Leasehold Operators Devon Energy Prod Co LP C108 Application For Injection Proposed Well: ROSCO 16 SWD 1

Proof of Notice to Leasehold Operators within 1/2 mile of Rosco 16 SWD #1

Nadel & Gussman Permian, LLC

15 E 5th, Suite 3200 Tulsa, OK 74103 Certified receipt No. 7008 1830 0003 1986 6916

Tumco, Inc 4722 Taft Bvd

Wichita Falls, TX 76308

Certified receipt No. 7008-1830-0002-7421-9673

Ernie Bello 1570 Alewa Dr Irvine, CA 96817 Certified receipt No. 7008-1830-0002-7421-9666

Frances B. Bunn Revocable Living Trust 2493 Makiki Heights Drive

Honolulu, HI 96822

Certified receipt No. 7008-1830-0002-7421-9659

Anges Cluthe Oliver Trust 2626 Cole Avenue, Suite 705 Dallas, TX 75204

Robert B. Oliver Trust 2626 Cole Avenue, Suite 705 Dallas, Texas 75204

Judith C. Devine Trust 2626 Cole Avenue, Suite 705 Dallas, TX 75204

7008-1830-0002-7421-9642

Certified receipt No.

Certified receipt No. 7008-1830-0002-7421-9635

Certified receipt No. 7008-1830-0002-7421-9628

Brian D. Woehler Trust c/o Steve Fillenwarth, Trustee 9840 Westpoint Dr, Suite 200

Indianapolis, IN 46256

RKI Exploration 210 Park Avenue, Ste 900 Oklahoma City, OK 73102

Black Stone Energy Company, LLC 1001 Fannin, Suite 2020 Houston, TX 77002

Axis Energy Corporation P.O. Box 2107 Roswell, NM 88202

Certified receipt No. 7008-1140-0004-6108-7720

Certified receipt No. 7008-1140-0004-6108-7713

Certified receipt No. 7008-1140-0004-6108-7706

Certified receipt No. 7008-1140-0004-6108-7690

A copy of this application has been mailed to the above leasehold operators by certified mail, pertaining to Devon Energy's application for salt water disposal in the Rosco 16 SWD #1.

Date Mailed:

Signature:

Stephanie A. Porter, Operations Techni Devon Energy Production Co., L.P. 333 West Sheridan Avenue Oklahoma City, OK 73102

Section XIV--Proof of Notice to Surface Land Owner Devon Energy Prod Co LP C108 Application For Injection Proposed Well: ROSCO 16 STATE SWD 1

Proof of Notice to Surface Land Owner of well location site.

Certified receipt No. 7008 1140 0004 6018 7683

New Mexico State Land Office Attn: Surface Division 310 Old Santa Fe Trail Santa Fe, New Mexico 87501

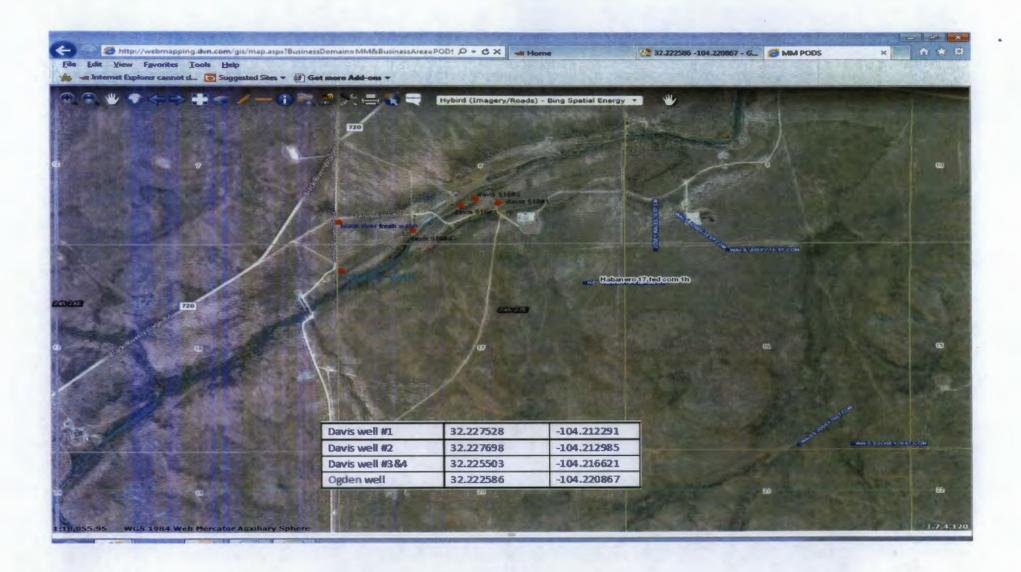
A copy of this application has been mailed to the above surface land owner by certified mail, pertaining to Devon Energy's application for salt water disposal in the Rosco 16 SWD #1.,

Date Mailed:

Signature: _

Stephanie A. Porter, Operations Technician Devon Energy Production Co., L.P.

333 West Sheridan Avenue Oklahoma City, OK 73102



Rosco 16 State SWD 1 C108 Application for Injection Fresh Water Analysis (Water Well Sample) Davis 516 Unit Well 1 Sec 8-T24S-R27E Lat 32.227528 Long -104.212291

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 229-8121 Lab Team Leader - Sheila Hernandez (432) 495-7240

Water Analysis Report by Baker Petrolite

Company:

DEVON ENERGY CORPORATION

Sales RDT:

33521.1

Region:

PERMIAN BASIN

Account Manager: GENE ROGERS (575) 910-1022

Area:

ARTESIA, NM

Sample #:

578341

Lease/Platform:

Analysis ID #:

133296

Entity (or well #):

DAVIS 516 UNIT

Analysis Cost:

\$90.00

UNKNOWN

Formation: Sample Point:

FRESH WATER

Summary		An	alysis of Sar	mple 578341 @ 75 ¶		
Sampling Date: 5/22/2013	Anions	mg/l	meq/l	Cations	mg/l	meq/l
Analysis Date: 6/12/2013	Chloride:	69.0	1.95	Sodium:	238.0	10.35
Analyst: SANDRA GOMEZ	Bicarbonate:	244.0	4.	Magnesium:	89.0	7.32
TDC (!	Carbonate:	0.0	0.	Calcium:	439.0	21.91
TDS (mg/l or g/m3): 2334.6	Sulfate:	1244.0	25.9	Strontlum:	8.0	0.18
Density (g/cm3, tonne/m3): 1.002	Phosphate:	6		Barium:	0.1	0.
Anion/Cation Ratio: 1.2516530	Borate:			Iron:	0.5	0.02
	Silicate:			Potassium:	3.0	0.08
				Aluminum:		
Carbon Dioxide: 0 PPM	Hydrogen Sulfide:		0 PPM	Chromium:		
Oxygen:			7.6	Copper:		
Comments:	pH at time of sampling:		7.0	Lead:		
	pH at time of analysis:			Manganese:	0.025	0.
	pH used in Calculation:		7.6	Nickel:		

Cond	onditions Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl											
Temp	Gauge Press.	1	alcite CaCO ₃		sum 4*2H ₂ 0		nydrite aso ₄	-	estite rSO ₄	1,000	rite 280 ₄	CO ₂ Press
F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	0.79	17.48	-0.23	0.00	-0.30	0.00	-0.31	0.00	0.94	0.00	0.08
100	0	0.89	20.98	-0.24	0.00	-0.24	0.00	-0.30	0.00	0.79	0.00	0.11
120	0	1.00	25.18	-0.23	0.00	-0.15	0.00	-0.27	0.00	0.67	0.00	0.14
140	0	1.12	29.37	-0.21	0.00	-0.04	0.00	-0.24	0.00	0.57	0.00	0.19

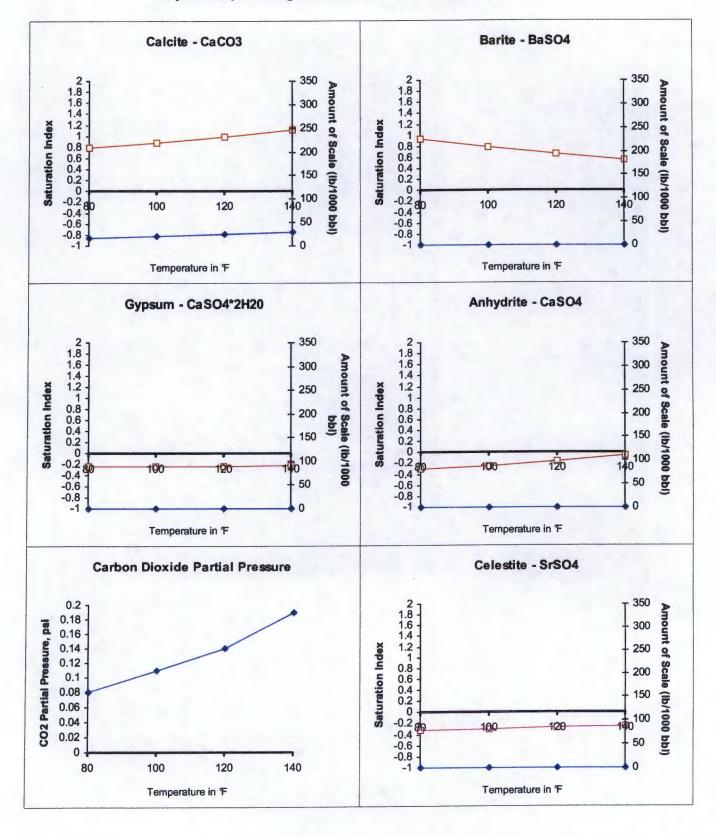
Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Scale Predictions from Baker Petrolite

Analysis of Sample 578341 @ 75 F for DEVON ENERGY CORPORATION, 6/12/2013



Rosco 16 State SWD 1 C108 Application for Injection Fresh Water Analysis (Water Well Sample) Davis 516 Unit Well 2 Sec 8-T24S-R27E Lat 32.227698 Long -104.212985

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 229-8121 Lab Team Leader - Sheila Hernandez

(432) 495-7240

Water Analysis Report by Baker Petrolite

Company: DEVON ENERGY CORPORATION Sales RDT: 33521.1

Region: PERMIAN BASIN Account Manager: GENE ROGERS (575) 910-1022

Area: ARTESIA, NM Sample #: 658181

Lease/Platform: DAVIS 516 UNIT Analysis ID #: 133297
Entity (or well #): 2 Analysis Cost: \$90.00

Formation: UNKNOWN

FRESH WATER

Sample Point:

Summary Analysis of Sample 658181 @ 75 F mg/l meq/I Sampling Date: 5/22/2013 Cations Anions mg/l meq/l **Analysis Date:** 6/12/2013 Chloride: 199.0 5.61 Sodium: 245.0 10.66 Analyst: SANDRA GOMEZ Bicarbonate: 219.6 3.6 Magnesium: 120.0 9.87 Carbonate: Calcium: 731.0 36.48 0.0 TDS (mg/l or g/m3): 3142.4 Sulfate: 1617.0 33.67 Strontium: 7.5 0.17 Density (g/cm3, tonne/m3): 1.003 Phosphate: Barium: 0.1 0. Anion/Cation Ratio: 1.335596 Borate: 0.7 Iron: 0.03 Potassium: Silicate: 2.5 0.06 Aluminum: Carbon Dioxide: 0 PPM Hydrogen Sulfide: 0 PPM Chromium: Oxygen: Copper: pH at time of sampling: 6.7 Lead: Comments: pH at time of analysis: 0.025 Manganese: 0. Nickel: pH used in Calculation: 6.7

Cond	itions		Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl												
Temp	Gauge Press.		alcite GaCO ₃	Gypsum CaSO ₄ 2H ₂ 0		Anhydrite CaSO 4		Celestite SrSO ₄		Barite BaSO 4		CO ₂			
F		Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi			
80	0	0.02	1.05	-0.01	0.00	-0.08	0.00	-0.34	0.00	0.94	0.00	0.54			
100	0	0.15	5.94	-0.02	0.00	-0.02	0.00	-0.33	0.00	0.78	0.00	0.7			
120	0	0.28	11.53	-0.01	0.00	0.06	83.51	-0.31	0.00	0.66	0.00	0.88			
140	0	0.42	17.12	0.00	8.04	0.17	207.20	-0.28	0.00	0.56	0.00	1.06			

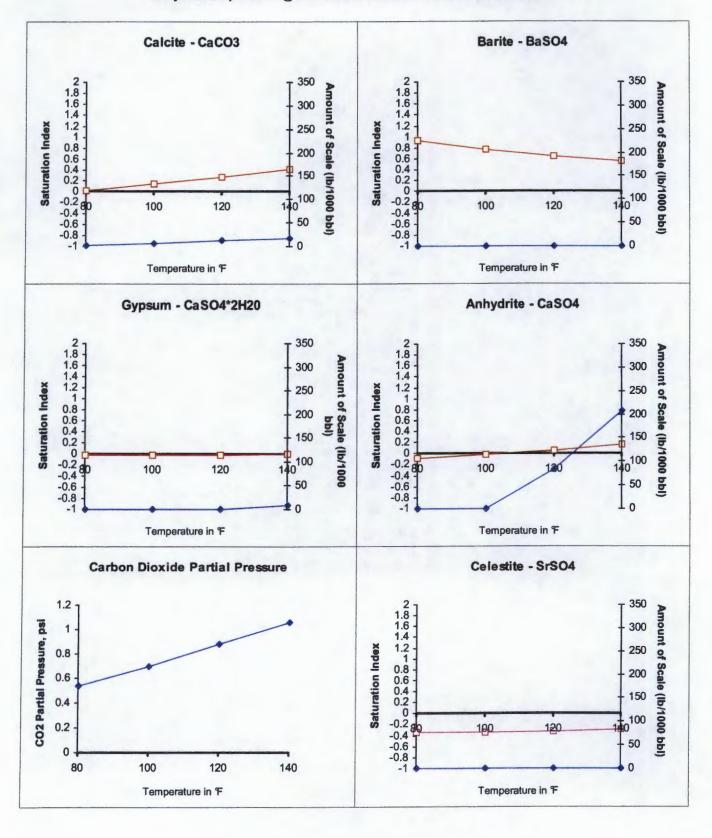
Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Scale Predictions from Baker Petrolite

Analysis of Sample 658181 @ 75 F for DEVON ENERGY CORPORATION, 6/12/2013



Rosco 16 State SWD 1 C108 Application for Injection Fresh Water Analysis (Water Well Sample) Davis 516 Unit Well 3 & 4 Sec 8-T24S-R27E Lat 32.225503 Long -104.216621

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 229-8121 Lab Team Leader - Sheila Hernandez

(432) 495-7240

Water Analysis Report by Baker Petrolite

Company:

DEVON ENERGY CORPORATION

Sales RDT:

33521.1

Region:

PERMIAN BASIN

Account Manager: GENE ROGERS (575) 910-1022

Area:

ARTESIA, NM

Sample #:

652182

Lease/Platform:

DAVIS 516 UNIT

Entity (or well #):

Analysis ID #:

133298

3&4

Analysis Cost:

\$90.00

Formation:

UNKNOWN

Sample Point:

FRESH WATER

Summary			An	alysis of Sar	mple 652182 @ 75 %	Analysis of Sample 652182 @ 75 F										
Sampling Date: 5	/22/2013	Anions	mg/l	meq/l	Cations	mg/l	meq/l									
	/12/2013	Chloride:	113.0	3.19	Sodium:	236.0	10.27									
Analyst: SANDRA	GOMEZ	Bicarbonate:	231.8	3.8	Magnesium:	122.0	10.04									
TDS (mall == =/==2):	2027.0	Carbonate:	0.0	0.	Calcium:	630.0	31.44									
TDS (mg/l or g/m3):	(mg/l or g/m3): 3027.9 sity (g/cm3, tonne/m3): 1.003	Sulfate:	1686.0	35.1	Strontium:	7.0	0.16									
ensity (g/cm3, tonne/m3): 1.003 nion/Cation Ratio: 1.2344527		Phosphate:			Barium:	0.1	0.									
Amon/Cation Ratio:	2344527	Borate:			Iron:	0.5	0.02									
		Silicate:			Potassium:	1.5	0.04									
					Aluminum:											
Carbon Dioxide: 0 Pl	PM	Hydrogen Sulfide:		0 PPM	Chromium:											
Oxygen:		11 .14		0.7	Copper:											
Comments:		pH at time of sampling:		6.7	Lead:											
Sommons.		pH at time of analysis:			Manganese:	0.025	0.									
		pH used in Calculation:		6.7	Nickel:											

Cond	Conditions Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl											
Temp	Gauge Press.		alcite aCO ₃		sum 4*2H ₂ 0		ydrite aso ₄		estite SO ₄	-	rite 2SO ₄	CO ₂ Press
F	psi	Index	Amount	Index	Amount	index	Amount	Index	Amount	Index	Amount	psi
80	0	-0.02	0.00	-0.04	0.00	-0.11	0.00	-0.33	0.00	0.97	0.00	0.58
100	0	0.10	4.54	-0.05	0.00	-0.05	0.00	-0.33	0.00	0.82	0.00	0.75
120	0	0.24	10.48	-0.04	0.00	0.04	45.43	-0.31	0.00	0.70	0.00	0.94
140	0	0.38	16.42	-0.02	0.00	0.14	168.78	-0.28	0.00	0.60	0.00	1.14

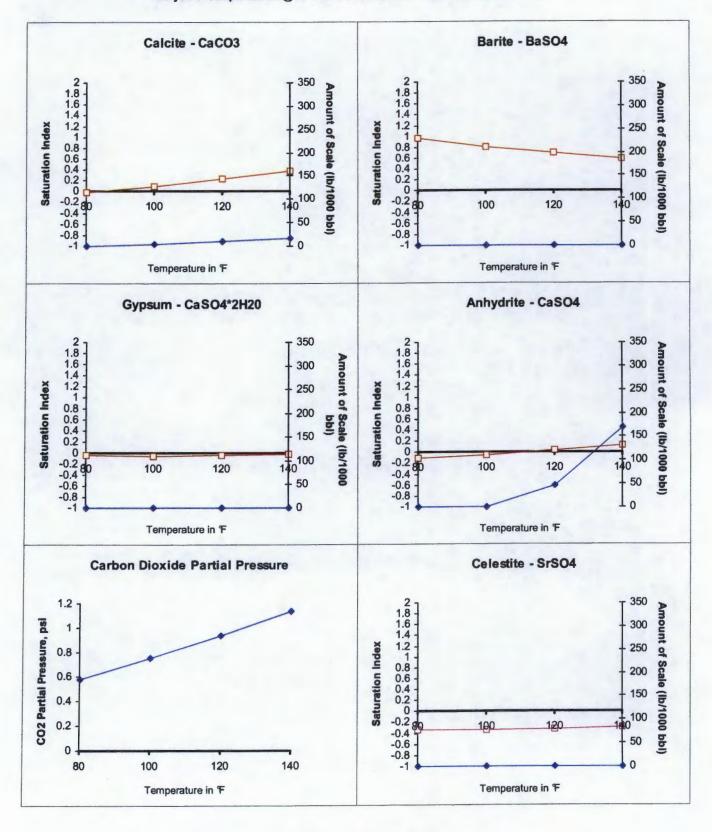
Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Scale Predictions from Baker Petrolite

Analysis of Sample 652182 @ 75 F for DEVON ENERGY CORPORATION, 6/12/2013



Rosco 16 State SWD 1 C108 Application for Injection Fresh Water Analysis (Water Well Sample) **Ogden Well** Sec 17-T24S-R27E Lat 32.222586 Long -104.220867

North Permian Basin Region P.O. Box 740 Sundown, TX 79372-0740 (806) 229-8121 Lab Team Leader - Sheila Hernandez

(432) 495-7240

Water Analysis Report by Baker Petrolite

Company:

DEVON ENERGY CORPORATION

Sales RDT:

33521.1

Region:

PERMIAN BASIN

Account Manager: GENE ROGERS (575) 910-1022

Area:

ARTESIA, NM

Sample #:

578340

Lease/Platform:

OGDEN UNIT

Analysis ID #:

133300

Entity (or well #):

WATER TANK

Analysis Cost:

\$90.00

Formation:

UNKNOWN

Sample Point:

FRESH WATER

Summary		An	alysis of Sa	mple 578340 @ 75 9		
Sampling Date: 5/22/201	Anions	mg/l	meq/I	Cations	mg/l	meq/l
Analysis Date: 6/12/201	Chloride:	83.0	2.34	Sodium:	252.0	10.96
Analyst: SANDRA GOME	Bicarbonate:	268.4	4.4	Magnesium:	174.0	14.31
TDS (/)/2\:	Carbonate:	0.0	0.	Calcium:	644.0	32.14
TDS (mg/l or g/m3): 3314.	Sulfate:	1879.0	39.12	Strontium:	8.0	0.18
Density (g/cm3, tonne/m3): 1.00	I Phosphate:			Barium:	0.1	0.
Anion/Cation Ratio: 1.260650	Borate:			Iron:	5.5	0.2
	Silicate:			Potassium:	0.4	0.01
				Aluminum:		
Carbon Dioxide: 0 PPM	Hydrogen Sulfide:		0 PPM	Chromium:		
Oxygen:				Copper:		
Comments:	pH at time of sampling:		7.8	Lead:		
Commonts.	pH at time of analysis:			Manganese:	0.300	0.01
	pH used in Calculation:		7.8	Nickel:		

Cond	onditions Values Calculated at the Given Conditions - Amounts of Scale in lb/1000 bbl											
Temp	Gauge Press.	1	alcite CaCO ₃		sum 4*2H ₂ 0		ydrite aSO 4		estite rSO ₄		rite ISO ₄	CO ₂
F	psi	Index	Amount	Index	Amount	Index	Amount	Index	Amount	Index	Amount	psi
80	0	1.11	25.15	-0.02	0.00	-0.09	0.00	-0.27	0.00	0.98	0.00	0.05
100	0	1.18	29.00	-0.03	0.00	-0.03	0.00	-0.26	0.00	0.83	0.00	0.08
120	0	1.26	33.19	-0.02	0.00	0.06	73.36	-0.24	0.00	0.71	0.00	0.11
140	0	1.36	37.73	0.00	0.00	0.16	197.03	-0.21	0.00	0.61	0.00	0.14

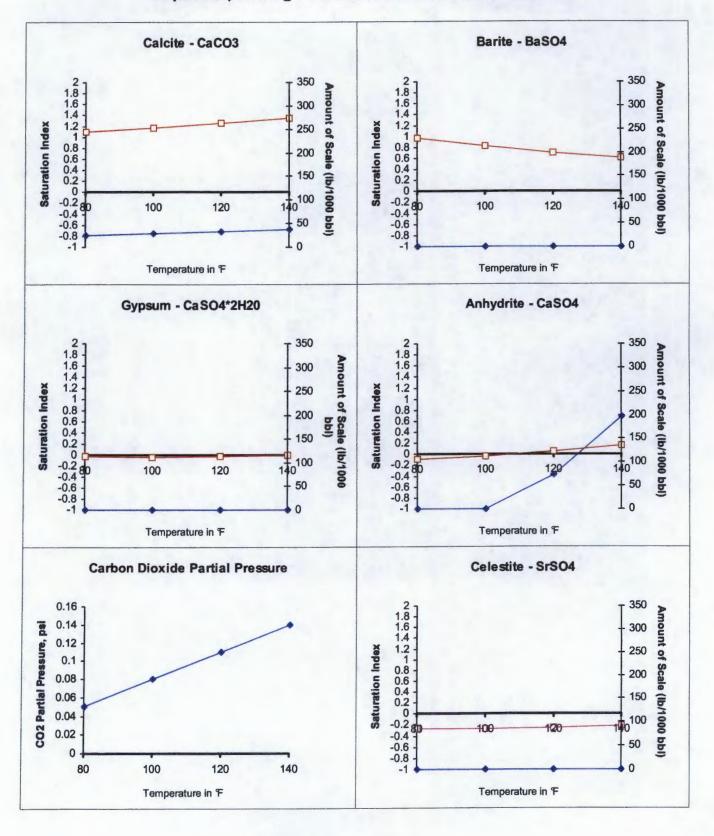
Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

Note 2: Precipitation of each scale is considered separately. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO2 pressure is actually the calculated CO2 fugacity. It is usually nearly the same as the CO2 partial pressure.

Scale Predictions from Baker Petrolite

Analysis of Sample 578340 @ 75 F for DEVON ENERGY CORPORATION, 6/12/2013



Affidavit of Publication

State of New Mexico, County of Eddy, ss.

Kathy McCarroll, being first duly sworn, on oath says:

That she is the Classified Supervisor of the Carlsbad Current-Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

April 3 2014

That the cost of publication is \$64.08 and that payment thereof has been made and will be assessed as court costs.

Subscribed and sworn to before me this

114 day of <u>April</u>, 2014

Shiely Majurel

My commission Expires on May 18, 2015

Notary Public



April 3, 2014 Legal Notice

Devon Energy Production Company, LP, 333 West Sheridan Avertue, Oklahoma City, OK 73402-8260 has filed form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for an injection seeking at 16 State SWD #1 will be an ew drill; the proposed location is 1663 FSL 8 600' FWL, Section 15, Township 23 South, Range 26 East, in Eddy County, New Mexico. Disposal water will be sourced from area wells producing from the Bone Spring and Delaware formation. The disposal water will be injected into the Silurian/Ordovician formation at a depth of 12,400' to 15,103', at a maximum surface pressure of 2480 psi and a maximum frate of 20,000 BWPD. Any interested party who has an objection to this houst give notice in writing to the Oil Conservation, Division, 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505, within 15) days of this notice. Per NMAC 19,5,26,18, Devon will comply with the pro-

visions of commencement, discontinuance and abandomment of injection operations. Any interested party with questions or comments may contact Josh Bruening at Devon Energy Corporation, 333 West Shartism, Oklahoma City, OK. 73302, or call (405) 552-7882 or (405)-501-3236.



May 12th, 2014

Anges Cluthe Oliver Trust 2626 Cole Avenue, Suite 705 Dallas, TX 75204

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Anges Cluthe Oliver Trust:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp

Enclosure



May 12th, 2014

Axis Energy Corporation P.O. Box 2107 Roswell, NM 88202

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM Section 16, T23S, R26E

Dear Axis Energy Corporation:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp Enclosure



May 12th, 2014

Black Stone Energy Company 1001 Fannin, Suite 2020 Houston, TX 77002

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Black Stone Energy Company:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp

Enclosure



Brian D. Woehler Trust c/o Steve Fillenwarth, Trustee 9840 Westpoint Drive, Suite 200 Indianapolis, IN 46256

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM Section 16, T23S, R26E

Dear Brian D. Woehler Trust:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp Enclosure



Ernie Bello 1570 Alewa Drive Irvine, CA 96817

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Ernie Bello:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp Enclosure



Frances B. Bunn Revocable Trust 2493 Makiki Heights Drive Honolulu, HI 96822

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Frances B. Bunn Revocable Trust:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp



Judith C. Devine Trust 2626 Cole Avenue, Suite 705 Dallas, TX 75204

RE:

Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Judith C. Devine Trust:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp



Nadel & Gussman Permian, LLC 15 E. 5th, Suite 3200 Tulsa, OK 74103

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Nadell & Gussman Permian, LLC:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp



Oil Conservation Division 811 S. First Street Artesia, New Mexico 88210

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Conservation Division-Artesia District Office:

Please find attached Devon Energy Production Company, LP's Form C-108, Application for Authorization to Inject. The original application has been filed with the Oil Conservation Division-Santa Fe Office.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

The surface land owner and operators with leasehold ownership have been notified with Devon's application to inject via certified mail.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter

Operations Technician

SP/sp



RKI Exploration 210 Park Avenue, Ste 900 Oklahoma City, OK 73102

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear RKI Exploration:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely.

Stephanie A. Porter Operations Technician

SP/sp



Robert B. Oliver Trust 2626 Cole Avenue, Suite 705 Dallas, TX 75204

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Robert B. Oliver Trust:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp



Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Santa Fe Oil Conservation Division:

Please find attached Devon Energy Production Company, LP's Form C-108, Application for Authorization to Inject. Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

The surface land owner and operators with leasehold ownership have been notified with Devon's application to inject via certified mail. A copy of this application has been filed with the OCD-Artesia office.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp



Turnco, Inc. 4722 Taft Blvd Wichita Falls, TX 76308

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E

Dear Turnco, Inc.:

Please find attached Devon Energy Production Company, LP's Form C-108; Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD #1 to salt water disposal in the Silurian/Ordovician formation.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as having leasehold ownership within the ½ mile review area around the Rosco 16 State SWD #1 well. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely,

Stephanie A. Porter Operations Technician

SP/sp



Commissioner of Public Lands State of New Mexico 310 Old Santa Fe Trail Santa Fe, New Mexico 87501

RE: Form C-108, Application for Authorization to Inject

Rosco 16 State SWD #1; API # 30-015-

Eddy County, NM

Section 16, T23S, R26E; 1665' FSL & 600' FWL

Dear Sir or Madam:

Please find attached Devon Energy Production Company, LP's Form C-108, Application for Authorization to Inject.

Devon's application proposes to drill and convert the Rosco 16 State SWD # to salt water disposal. Produced waters will be injected into the Silurian/Ordovician from 12535' to 13435'.

As a requirement of the New Mexico Oil Conservation Division, we are notifying you because you have been identified as the well site surface land owner. Any objections must be submitted in writing to NMOCD, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Objections must be received within (15) days of receipt of this letter.

If you have any questions, please contact Josh Bruening at (405)-552-7882 or myself at (405)-552-7802.

Sincerely

Stepharne A. Porter Operations Technician

SP/sp

District !

Int2

Prod

Prod

12.25

8.5

5.875

9.625

0

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 185868

970

8300

0

	APPLICA	TION FO	OR P	ERMIT	TO D	RILL, R	E-E	ENTER, DE	ΞEF	PEN, PLU	GBA	CK, OR	ADD A	\ZOI	NE	
	Name and Addre		UCTIO	ON COM	PANY,	LP						2. 00	SRID Nur 61	mber 37		
	333 W. Sherida Oklahoma City		2									3. AF	Numbe	r		
4. Property	Code		5. Pro	perty Nam Ros		State SW	/D					6. W	ell No. OC)1		
						7. S	urfa	ce Location	1							
UL - Lot I	Section 16	Township	23S	Range	26E	Lot idn		Feet From 166	35	N/S Line S	Feet	From 600	E/W Lin	e W	County	EDDY
					8. F	roposed	d Bo	ottom Hole I	_oca	ation						
UL - Lot	Section L 16	Township	23 S	Range	26E	Lot Idn	L	Feet From	365	N/S Line	Fee	t From 600	E/W Li	ne W	County	Eddy
						9. P	ool	Information)							
SWD;CAN	NYON-MOR-D	V-ELLEN											!	96189		
						Addition	nal \	Well Informa	atio	n						
11, Work Ty	rpe New Well	12. Wel	I Type Oll	L	13.	13. Cable/Rotary 14. Lease			ease Type State	15. Ground	5. Ground Level Elevation 3371					
16. Multiple 17. Proposed Depth 18. Formation 19. Contractor N 15103 Simpson						Contractor		20. Spud Date 6/8/2014								
Depth to Gr	ound water				Dis	stance from	n nea	rest fresh water	r we	ı		Distance to	nearest	surface	water	
⊠ We will	be using a clo	sed-loop	syste	m in lieu	of line	ed pits										
				2	1. Pro	posed C	asir	ng and Cem	ent	Program						
Туре	Hole Size		ng Size		Casin	g Weight/ft	t	Settin		epth	Sac	ks of Cement Estimated TOC			roc	
Surf	26		20			94			80		470			0		
Int1	17.5	l 13	.375	375 68			1 1	470	- 1		910	- }		0		

Casing/Cement Program: Additional Comments

8800

12403

15103

1800

550

n

47

29

THIS IS AN SWD WELL *9-5/8" Intermediate and 7" production casing are actually "HCP-110", which did not fit. **Last production "string" shown is actually an open hole completion for salt water injection ***Complete Drilling plan was mailed to Artesia NMOCD field office on 5/8/14. Two stage 2nd intermediate cementing option is included. Notes: • Cement volumes Surface 100%, Intermediate #1 75%, Intermediate #2 50% and Production based on at least 25% excess. • Actual cement volumes will be adjusted based on fluid caliper and/or caliper log data. • If lost severe circulation is encountered while drilling the intermediate wellbore, a DV tool will be installed a minimum of 50' below the previous casing shoe and of 200' above the current shoe. If the DV tool has to be moved, the cement volumes will be adjusted proportionately.

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Annular	2000	2000	
Double Ram	5000	5000	

23. I hereby certify that the information complete to the best of my knowledge I further certify I have complied with and/or 19.15.14.9 (B) NMAC 区, if ap	and belief. 19.15.14.9 (A) NMAC 🛛	OIL CONSERVATION DIVISION			
Signature:					
Printed Name:		Approved By:			
Title:		Title:			
Email Address:		Approved Date: Expiration Date:			
Date:	Phone:	Conditions of Approval Atta	ched		

District.1
1625 N. French Dr., Hobbs, NM 38240
Phone: (575) 393-6161 Fax: (575) 393-0720
District.11
311 S. First St., Artesia, NM 38210
Phone: (375) 748-1283 Fax: (575) 748-9720
District.111
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (305) 334-6178 Fax: (505) 334-6170
District.1V
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (305) 476-3460 Fax: (505) 476-3462

40AC

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

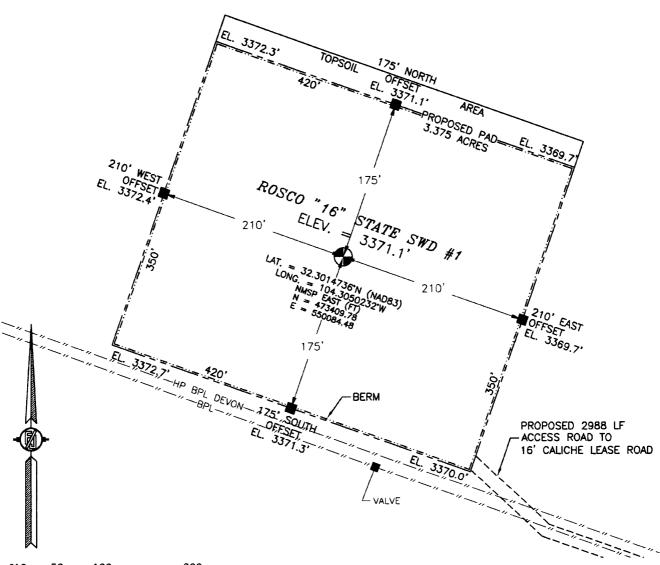
1	r	² Pool Code			³ Pool Name					
96189 SWD: CANYON-MOR-DEV								R-DEV-	ELLEN	1
* Property	Code				⁵ Property	Name			⁶ Well Number	
ROSCO 1					ROSCO 16 ST	ATE SWD				1
⁷ OGRID	No.				8 Operator	Name			⁹ Elevation	
6137 DEVON ENERGY PRODUCTION COMPANY, L.P.							3371.1			
					10 Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line	County
L	16	23 S	26 E		1665	SOUTH	600	WES'	Т	EDDY
			11 Bc	ttom Ho	le Location I:	f Different Fron	n Surface			
UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West	line	County
Dedicated Acre	s 3 Joint o	r Infill 14 C	onsolidation	Code 15 Oi	rder 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.

	S89'54'39 " E	2669.28 FT	S89'53'36"E	2670.95 FT		"OPERATOR CERTIFICATION
	NW CORNER SEC. 16 LAT. = 32.3116155'N	N Q CORNER SEC. 16 LAT. = 32.3116020'N		NE CORNER SEC. 16 LAT. = 32.3115857'N		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
	LONG. = 104.3069454'W	LONG. = 104.2983073'W		LONG. = 104.2896638'W		owns a working interest or unleased mineral interest in the land including
	NMSP EAST (FT) N = 477099,10	NMSP EAST (FT) N = 477094.95		NMSP EAST (FT) N = 477089.98		the proposed bottom hole location or has a right to drill this well at this
N N		E = 552158.28			SO	location pursuant to a contract with an owner of such a mineral or working
0.05			į		0.03	interest, or to a voluntary pooling agreement or a compulsory pooling
N00'05'15"E					500"03"21"E	order heretofore entered by the division.
		NOTE: LATITUDE AND LONGITUDE COORDINATES			l'	5/8/14
2677.46		ARE SHOWN USING THE NORTH AMERICAN DATUM OF 1983 (NAD83).	1		2666.68	Signature Date
46		LISTED NEW MEXICO STATE PLANE EAST COORDINATES ARE GRID (NAD83). BASIS	ļ		.68	David Dallana Davidstan Casadinatan
1		OF BEARING AND DISTANCES USED ARE NEW MEXICO STATE PLANE EAST			Π	Ryan DeLong - Regulatory Coordinator Printed Name
		COORDINATES MODIFIED TO THE SURFACE.	,			
	W Q CORNER SEC. 16			E O CORNER SEC. 16		ryan.delong@dvn.com
	LAT. = 32.3042574*N LONG. = 104.3069607*W		1	LAT. = 32.3042571'N LONG. = 104.2896589'W		
	NMSP EAST (FT) N = 474422,31	and the second s		NMSP EAST (FT)		*SURVEYOR CERTIFICATION
	E = 549485.58					I hereby certify that the well location shown on this
	SUR	FACE ROSCO "16" STATE SW	TD #1			plat was plotted from field notes of actual surveys
Ş	LOC	ELEV. = $3371.1'$	ļ		Sõ	made by me or under my supervision, and that the
N00'03	-600'-	LAT. = 32.3014736"N (NA LONG. = 104.3050232"W	AD83)		S00:03'20 " E	same is true and correct to the best of my belief.
,22,E	1 000	NMSP EAST (FT)	1		20 " E	
1		$\frac{N}{E} = \frac{473409.78}{550084.48}$				MARICH 20, 2017
2679.22	665'-		***************************************		2667.5	Date of Survey.
9.22	166				7.51	
ן	SW CORNER		***************************************	SE CORNER SEC. 16 LAT. = 32.2969263'N	ᄀ	STORES OF SA
	LAT. = 32.2 LONG. = 10			LONG. = 104.2896540'W		Kerk Holen all
	NMSP EAST			NMSP EAST (FT)		Signature and Seat of Professional Surveyor:
	N = 471743 E = 549482		1	$ \begin{array}{rcl} N &=& 471757.12 \\ E &=& 554833.76 \end{array} $		Certificate Number: FHAMON F. JARAMILLO, PLS 12797
	S89'51'44"W	2675.75 FT	S89'51'06"W	2676.40 FT	,	SURVEY NO. 2723

SECTION 16, TOWNSHIP 23 SOUTH, RANGE 26 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO

SITE~MAP hote: latitude and longitude coordinates are shown using the north american datum of 1983 (nades). Listed new mexico state plane east coordinates are grid (nades), basis of bearing and distances used are new mexico state plane east coordinates modified to the surface



200 100 DIRECTIONS TO LOCATION

ABOUT 200' NORTH OF MILE MARKER 27 ON SOUTH BOUND LANE OF US HIGHWAY 82-180 (NATIONAL PARKS HIGHWAY) TURN RIGHT ON CALICHE LEASE ROAD, GO WEST ABOUT 1.45 MILES TO ROAD INTERSECTION, TURN LEFT GO SOUTH 0.50 MILES TO EXISTING PAD. GO TO EXISTING BPL ROAD SOUTH OF PAD TURN RIGHT GO NORTHWEST 0.49 MILES TO SOUTHEAST CORNER OF PROPOSED PAD.

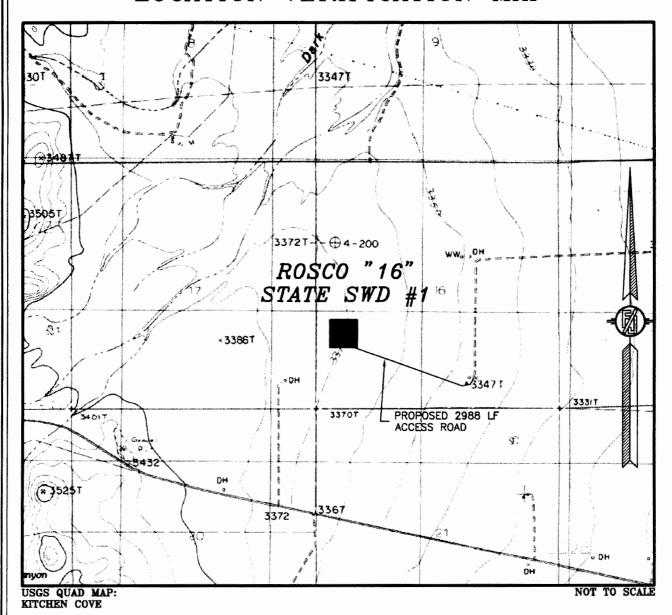
DEVON ENERGY PRODUCTION COMPANY, L.P. ROSCO "16" STATE SWD #1 LOCATED 1665 FT. FROM THE SOUTH LINE AND 600 FT. FROM THE WEST LINE OF SECTION 16, TOWNSHIP 23 SOUTH, RANGE 26 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO

MARCH 26, 2014

SURVEY NO. 2723

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO

SECTION 16, TOWNSHIP 23 SOUTH, RANGE 26 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO LOCATION VERIFICATION MAP



DEVON ENERGY PRODUCTION COMPANY, L.P.

ROSCO "16" STATE SWD #1

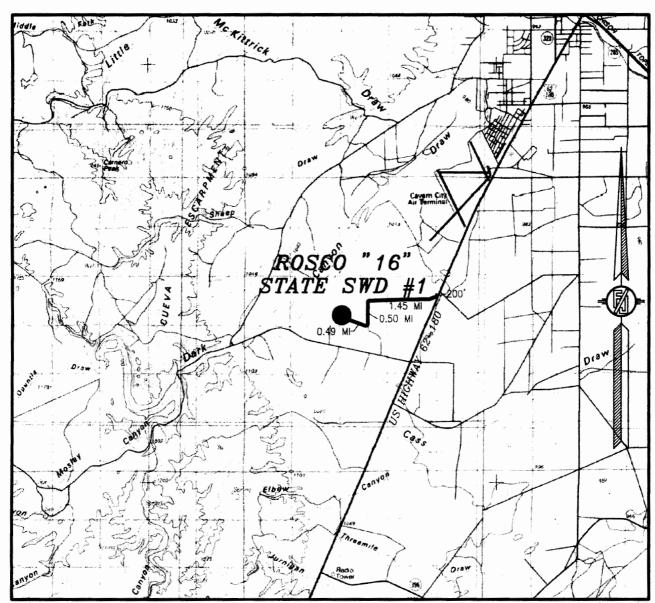
LOCATED 1665 FT. FROM THE SOUTH LINE
AND 600 FT. FROM THE WEST LINE OF
SECTION 16, TOWNSHIP 23 SOUTH,
RANGE 26 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

MARCH 26, 2014

SURVEY NO. 2723

MADRON SURVEYING, INC. 301 SQUITH CANAL CARLSBAD, NEW MEXICO

SECTION 16, TOWNSHIP 23 SOUTH, RANGE 26 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO VICINITY MAP



DISTANCES IN MILES

ABOUT 200' NORTH OF MILE MARKER 27 ON SOUTH BOUND LANE OF

ABOUT 200 NORTH OF MILE MARKER 27 ON SOUTH BOUND LANE OF US HICHWAY 62-180 (NATIONAL PARKS HICHWAY) TURN RIGHT ON CALICHE LEASE ROAD, GO WEST ABOUT 1.45 MILES TO ROAD INTERSECTION, TURN LEFT GO SOUTH 0.50 MILES TO EXISTING PAD. GO TO EXISTING BPL ROAD SOUTH OF PAD TURN RIGHT GO NORTHWEST 0.49 MILES TO SOUTHEAST CORNER OF PROPOSED PAD.

DIRECTIONS TO LOCATION

NOT TO SCALE

DEVON ENERGY PRODUCTION COMPANY, L.P.

ROSCO "16" STATE SWD #1

LOCATED 1665 FT. FROM THE SOUTH LINE

AND 600 FT. FROM THE WEST LINE OF

SECTION 16, TOWNSHIP 23 SOUTH,

RANGE 26 EAST, N.M.P.M.

EDDY COUNTY, STATE OF NEW MEXICO

MARCH 26, 2014

SURVEY NO. 2723

MADRON SURVEYING, INC. (575) 234-3341 CARLSBAD, NEW MEXICO

SECTION 16, TOWNSHIP 23 SOUTH, RANGE 26 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO AERIAL PHOTO



NOT TO SCALE AERIAL PHOTO: GOOGLE EARTH APRIL 2013

DEVON ENERGY PRODUCTION COMPANY, L.P.

ROSCO "16" STATE SWD #1

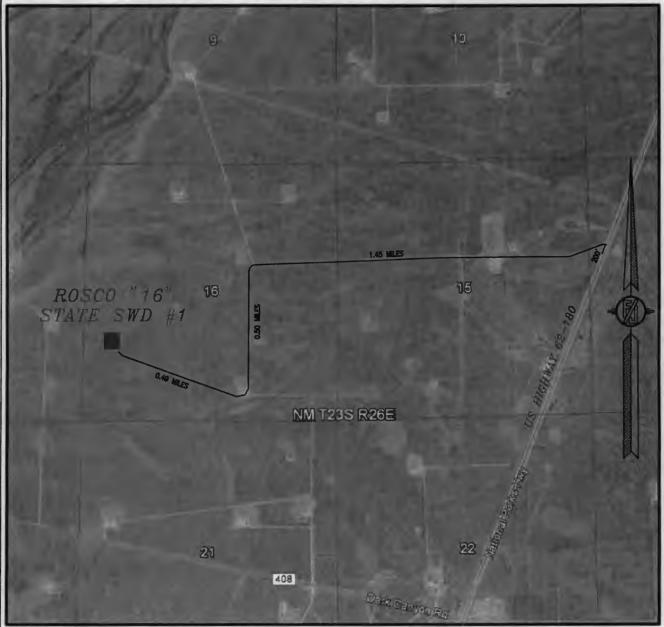
LOCATED 1665 FT. FROM THE SOUTH LINE
AND 600 FT. FROM THE WEST LINE OF
SECTION 16, TOWNSHIP 23 SOUTH,
RANGE 26 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

MARCH 26, 2014

SURVEY NO. 2723

MADRON SURVEYING, INC. 301 SOUTH CARLSBAD, NEW MEXICO

SECTION 16, TOWNSHIP 23 SOUTH, RANGE 26 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO ACCESS AERIAL ROUTE MAP



NOT TO SCALE AERIAL PHOTO: GOOGLE EARTH APRIL 2013

DEVON ENERGY PRODUCTION COMPANY, L.P.

ROSCO "16" STATE SWD #1

LOCATED 1665 FT. FROM THE SOUTH LINE
AND 600 FT. FROM THE WEST LINE OF
SECTION 16, TOWNSHIP 23 SOUTH,
RANGE 26 EAST, N.M.P.M.
EDDY COUNTY, STATE OF NEW MEXICO

MARCH 26, 2014

SURVEY NO. 2723

MADRON SURVEYING, INC. 501 SOUTH CANAL CARLSBAD, NEW MEXICO

ROSCO 16 STATE SWD 1-APD DRILLING PLAN

Casing Program

Hole Size	Hole Interval	OD Csg	Casing Interval	Weight	Collar	Grade		
26"	0-180	20"	0 – 180	94#	BTC	J-55		
17-1/2"	180 -1470	13-3/8"	0-1470	68#	STC	J/K-55		
12-1/4"	1470 - 8800	9-5/8"	0 - 8800	47#	LTC	HCP-110		
8-1/2"	8800 - 12403	7"	0 – 12403	29#	BTC	HCP-110		
5-7/8"	12403' - 15103'	Open hole completion						

Note: This will be an open hole completion, thus the hole interval is deeper than the 7" production casing depth

Casing Size	Collapse Design Factor	Burst Design Factor	Tension Design Factor
20", 94#, J-55, BT&C	5.79	23.48	82.86
13-3/8", 68#, J/K-55, BT&C	2.55	4.51	11.40
9-5/8", 47#, HCP-110, LT&C	1.63	2.17	2.93
7", 29#, HCP-110, BT&C	1.19	1.45	2.58

The maximum possible collapse load that the intermediate casing will experience will result from evacuated casing with the pore pressure exerting a collapse load at TD. There is no potential for the intermediate casing strings to be used as the injection string.

Mud Program:

<u>Depth</u>	Mud Wt.	Visc.	Fluid Loss	Type System
0 – 180	8.4 - 8.8	30 – 34	N/C	FW
180 – 1470	10	28 - 32	N/C	Brine
1470 - 8800	8.8 – 9.5	28 – 30	N/C	FW
8800- 12403	10 - 12	28 – 30	N/C	FW
12403-15103	8.4 - 8.8	28 – 30	N/C	FW

Pressure Control Equipment:

The BOP system used to drill the 17-1/2" hole will consist of a 20" 2M Annular preventer. The BOP system will be tested as a 2M system per BLM Onshore Oil and Gas Order 2 prior to drilling out the casing shoe.

A 5M 13-5/8" BOP system (Double Ram and Annular preventer) will be installed and tested prior to drilling out the first and second intermediate hole sections. The BOP system will be tested as a 5M system per BLM Onshore Oil and Gas Order 2 prior to drilling out the casing shoes.

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 cock, floor safety valve, choke lines, and choke manifold rated at 5,000 psi WP.

Devon requests a variance to use a flexible line with flanged ends between the BOP and the choke manifold (choke line); if an H&P rig drills this well. Otherwise no flex line is needed. The line will be kept as straight as possible with minimal turns.

String	Number of sx	Weight lbs/gal	Water Volume g/sx	Yield cf/sx	Stage; Lead/Tail	Slurry Description		
20" Surface Casing	470	14.8	6.34	1.34	Tail	Class C Cement + 1% Calcium Chloride + 64.2% Fresh Water		
13-3/8" 1 st	620	12.9	9.82	1.85	Lead	(65:35) Class C Cement: Poz (Fly Ash): 6% BWOC Bentonite + 5% BWOW Sodium Chloride + 0.125 lbs/sack Poly-E-Flake + 70.9 % Fresh Water		
Intermediate Casing	490	14.8	6.34	1.33	Tail	Class C Cement + 0.125 lbs/sack Poly-E-Flake + 63.5% Fresh Water		
9-5/8" 2 nd	1400	11.9	12.89	2.26	Lead	(50:50) Class H Cement: Poz (Fly Ash) + 10% BWOC Bentonite + 1 lb/sk of Kol-Seal + 0.3% BWOC HR-601 + 0.5lb/sk D-Air 5000 + 76.4% Fresh Water		
Intermediate Casing	400	14.4	5.75	1.24	Tail	50% Premium H / 50% PozMix + 0.2% BWOC Halad-9 + 0.2% BWOC HR-800 + 64.7% Fresh Water		
	790	11.9	12.89	2.26	Lead	(50:50) Class H Cement: Poz (Fly Ash) + 10% BWOC Bentonite + 1 lb/sk of Kol-Seal + 0.3% BWOC HR-601 + 0.5lb/sk D-Air 5000 + 76.4% Fresh Water		
9-5/8" 2 nd	210	14.4	5.75	1.24	Tail	50% Premium H / 50% PozMix + 0.2% BWOC Halad-9 + 0.2% BWOC HR-800 + 64.7% Fresh Water		
Intermediate Casing Two- Stage Option	DV Tool at 4500ft							
ctage option	610	11.9	12.89	2.26	Lead	(50:50) Class H Cement: Poz (Fly Ash) + 10% BWOC Bentonite + 1 lb/sk of Kol-Seal + 0.3% BWOC HR-601 + 0.5lb/sk D-Air 5000 + 76.4% Fresh Water		
	180	14.8	6.34	1.33	Tail	Class C Cement + 0.125 lbs/sack Poly-E-Flake + 63.5% Fresh Water		
7" Production Casing	550	14.5	5.32	1.21	Tail	(50:50) Class H Cement: Poz (Fly Ash) + 0.5% bwoc HALAD-344 + 0.25% bwoc CFR-3 + 0.2% bwoc HR-601 + 2% bwoc Bentonite + 58.8% Fresh Water		

TOC for all Strings:

20" Surface Casing	Oft
13-3/8" 1st Intermediate Casing	Oft
9-5/8" 2nd Intermediate Casing	970ft
7" Production Casing	8300ft

Notes:

- Cement volumes Surface 100%, Intermediate #1 75%, Intermediate #2 50% and Production based on at least 25% excess.
- Actual cement volumes will be adjusted based on fluid caliper and/or caliper log data.
- If lost severe circulation is encountered while drilling the intermediate wellbore, a DV tool will be installed a minimum of 50'

below the previous casing shoe and of 200' above the current shoe. If the DV tool has to be moved, the cement volumes will be adjusted proportionately.

mudloa

Satinity



New Mexico Office of the State Engineer

Active & Inactive Points of Diversion

(with Ownership Information)

(R=POD has been replaced

and no longer serves this file, (quarters are 1=NW 2=NE 3=SW 4=SE)

C=the file is closed)

(quarters are smallest to largest) (NAD83 UTM in meters)

	Sub			999
WR File Nbr	basin Use Diver	sion Owner	County POD Number Code Grant	Source 6416 4 Sec Tws Rng X Y
C 00442	C DOM	3 CORDIE E. KING	ED <u>C 00442</u>	2 3 21 23S 26E 565871 3572554*
C 00537	C DOM	0 CORDIE E. KING	ED <u>C 01536</u> Expired cataris	1 4 21 23S 26E 566277 3572558*
<u>C 01536</u>	C DOL	0 PASCUAL G MONTEJANO	ED <u>C 01536</u>	4 2 1 20 23S 26E 564329 3573239*
C 01587	C DOL	0 PASQUAL MONTEJANO	ED <u>C 01587</u>	3 2 1 20 23\$ 26E 564129 3573239*
C 02395	C PRO	0 PENWELL ENERGY	ED <u>C 02395</u>	3 3 2 16 23S 26E 566160 3574477*
C 02560	C PRO	0 PENWELL OIL	ED <u>C 02395</u>	3 3 2 16 23S 26E 566160 3574477*

Record Count: 6

POD Search:

POD Basin: Carlsbad

PLSS Search:

Section(s): 16, 17, 20, 21

Township: 23S

(acre ft per annum)

Range: 26E

Sorted by: File Number

*UTM location was derived from PLSS - see Help

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9/9/14 2:26 PM

Page 1 of 1

ACTIVE & INACTIVE POINTS OF DIVERSION