

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505

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

Form C-101

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address DEVON ENERGY PRODUCTION COMPANY, LP 20 N. Broadway Oklahoma City, OK 73102		OGRID Number 6137
		API Number 30-015-33165
Property Code 33258	Property Name Grandi	Well No. 002

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
D	22	22S	27E	D	660	N	660	W	Eddy

Proposed Pools

CARLSBAD;MORROW, SOUTH (PRO GAS) 73960
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Work Type New Well	Well Type GAS	Cable/Rotary	Lease Type Private	Ground Level Elevation 3103
Multiple N	Proposed Depth 12400	Formation Morrow	Contractor	Spud Date 02/01/2004

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	450	414	0
Int1	12.25	9.625	36	2400	1002	0
Prod	8.75	5.5	17	12400	2164	4000

Casing/Cement Program: Additional Comments

13 3/8 Lead w/214 sx Class C Poz & tail w/200sx Class C, circ to surface 12 1/4 1st Lead w/200 sx Class C 2nd Lead w/352sx Class C & tail w/250 sx Calss C 5 1/2 Lead w/ 895 sx Class C & tail w/1269sx Class C No Hydrogen sulfide or other hazardous gases or fluids have been encountered, reported or are known to exist at this depth in this area.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Annular	3000	1500	
Pipe	5000	5000	
Blind	5000	5000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.	
Electronically Signed By: Karen Cottom	
Title: Operations Technician	
Date: 01/09/2004	Phone: 405-228-7512

OIL CONSERVATION DIVISION	
Electronically Approved By: Bryan Arrant	
Title: Geologist	
Approval Date: 01/09/2004	Expiration Date: 01/09/2005
Conditions of Approval: There are conditions. See Attached.	

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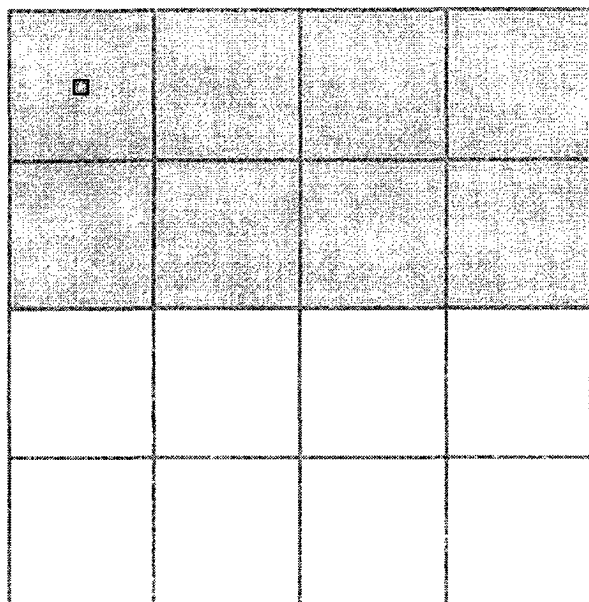
Form C-102

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-33165	Pool Name CARLSBAD;MORROW, SOUTH (PRO GAS)	Pool Code 73960
Property Code 33258	Property Name Grandi	Well No. 002
OGRID No. 6137	Operator Name DEVON ENERGY PRODUCTION COMPANY, LP	Elevation 3103

Surface And Bottom Hole Location

UL or Lot D	Section 22	Township 22S	Range 27E	Lot Idn D	Feet From 660	N/S Line N	Feet From 660	E/W Line W	County Eddy
Dedicated Acres 320		Joint or Infill		Consolidation Code		Order No.			

**OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Electronically Signed By: Karen Cottom

Title: Operations Technician

Date: 01/09/2004

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Gary Jones

Date of Survey: 11/11/2003

Certificate Number: 7977

Permit Conditions Of Approval

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137

Well: Grandi #002

OCD Reviewer	Condition
BARRANT	Operator to shall have cement to cover all water, oil and gas bearing zones.