

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. DIV-Dist. 2
1801 W. Grand Avenue
Artesia, NM 88210

Form approved
No. 1004-0136
Expires November 30, 2000

C/SF

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a TYPE OF WORK: ☒ DRILL ☐ REENTER

b. TYPE OF WELL: ☐ OIL WELL ☒ GAS WELL ☐ Other _____

☐ SINGLE ZONE ☐ MULTIPLE ZONE

2 NAME OF OPERATOR

DEVON SFS OPERATING, INC.

20305

3a. ADDRESS AND TELEPHONE NO.

20 NORTH BROADWAY, SUITE 1500, OKC, OK 73102

3b. TELEPHONE (Include area code).

(405) 235-3611

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)*

At surface (G) 1380' FNL & 1330' FEL

At top proposed prod. zone

14 DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

12 miles NE of Artesia, New Mexico

15. DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT.
(Also to nearest drg. unit line if any)

1330'

16 NO. OF ACRES IN LEASE

960.00

18 DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.

2220'

19 PROPOSED DEPTH

9,800'

21 ELEVATIONS (Show whether DF, RT, GR, etc.)

3,581'

22 APPROX. DATE WORK WILL START*

November 20, 2001

5 LEASE DESIGNATION AND SERIAL NO

NM-103872-54856

6 IF INDIAN, ALLOTTEE OR TRIBE NAME

7 UNIT AGREEMENT NAME

26861

8 LEASE OR LEASE NAME, WELL NO

Crow Flat "20" Federal Com # 3

9 API WELL NO.

30-015-32209

10 FIELD AND POOL, OR WILDCAT

Crow Flat (Morrow)

11 SEC. T. R. M. OR BLOCK AND SURVEY OR AREA

Section 20, T-16S, R-28E

12 COUNTY OR PARISH

Eddy

13 STATE

New Mexico

17 Spacing Unit dedicated to this well

320

20 BLM/BIA Bond No. on file

UT-1195

23 Estimated duration

45 days

24. Attachments

Koswell Controlled Water Basin

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

Devon SFS proposes to drill a Morrow well to TD 9,800' ± for commercial quantities of gas. If the well is deemed noncommercial, the well bore will be plugged and abandoned per Federal regulations. Programs to adhere to onshore oil and gas regulations are outlined in the following exhibits and attachments.

Drilling Program

Surface Use and Operating Plan

Exhibit #1 = Blowout Prevention Equipment

Exhibit #2 = Location and Elevation Plat

Exhibit #3 = Road Map and Topo Map

Exhibit #4 = Wells Within 1 Mile Radius

Exhibit #5 = Rotary Rig Layout

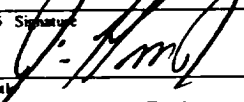
Exhibit #6 = Casing Design

Exhibit #7 = H₂S Operating Plan

The undersigned accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on the leased land or portions thereof, as described above

DECLARED WATER BASIN
CEMENT BEHIND THE 13 1/2"
CASING MUST BE CIRCULATED

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED

25 Signature 	Name (Printed/Typed) Jim Linville	Date 10/15/01
Title Sr. Operations Engineer		
Approved by (signature) /S/ JOE G. LARA	Name (Printed/Typed) /S/ JOE G. LARA	Date APR 10 2002
Title FIELD MANAGER		
Office CARLSBAD FIELD OFFICE		

Application approval 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.

Conditions of approval, if any, are attached.

APPROVAL FOR 1 YEAR

Title 18 U.S.C. Section 1001, makes 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