Form 3160-5 (June 1990)

UNITED STATES DEPARTMEN. OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No. 1004-0135 Expires March 31, 1993

SUNDRY NOTICES Do not use this form for proposals to drill of the second secon	5. Lease Designation and Serial No. LC 029426-B 6. If Indian, Allottee or Tribe Name			
SUBMIT	N/A 7. If Unit or CA, Agreement Designation			
1. Type of Well Oil Well Gas Well Other Injector	N/A 8. Well Name and No.			
2. Name of Operator DEVON ENERGY OPERATING CORPORA	ATION /	H.E. West "B" #6		
	LAHOMA CITY, OKLAHOMA 73102 (405) 235-3611	9. API Well No. 30-015-05070 10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec., T., R., M., or Survey De 200' FNL & 1660' FWL of Section 4 - T17S	The state of the s	Grayburg-Jackson Field		
2005' 660' (\$15)	MAY 1 3 1996	11. County or Parish, State Eddy County, NM		
CHECK APPROPRIATE BOX(s	TO INDICATE NOTIBE CHUNCHOL, REP	PORT, OR OTHER DATA		
TYPE OF SUBMISSION	DIETE & ACTION			
Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other Deepen/Add Perforations	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well		
locations and measured and true vertical depths for all marken Workover existing water injection well	as follows: SUBJECT TO			
1. Deepen wellbore to 3868'.	LIKE APPRO BY STATE	OF LAND MAN		
2. Add perforations to Grayburg interval	ıl 3126'- 3410'(OA).	/ / received in		
3. RIH with Baker AD-1 packer on 2-3.	/8" tubing and set at 3050'.			
4. Inject through perforations 3126'- 34	64'(OA) and open hole 3534'- 3868'.	APR 1 5 1936		
14. I hereby certify that the foregoing is true and correct		Andre Children and Company of the Company		
Signed Raway Jackson	Randy Jackson Title <u>District Engineer</u>	Date <u>04/08/96</u>		
Orig Signed by Shannon J. Shaw Conditions of approval, if any:	TitlePETROLEUM ENGINEER	Date <u>5/9/96</u>		

Form 3160-3 (December 1990)

UNITE' STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPI

Form approved.

458

	BUREAU OF LAN	ND MANAGEMENT		LEASE D	ESIGNATION AND SERIAL	NO.
	APPLICATION FOR DEPART	T TO DOUL OR DEEDEN		LC 02942		
	APPLICATION FOR PERMI			6.IF INDIA	N, ALLOTTEE OR TRIBE N	AME
la TYPE OF WORK:	DRILL [DEEPEN 🔀	 -	7.UNIT AG	REEMENT NAME	
h TYPE OF WELL:	948 [7] 64 714	SINGLE	MULTIPLE			
OIL WELL	wall Uther injector	n zone L		FARM OF	LEASE NAME, WELL NO.	
2 NAME OF OPERAT	DEVON ENERGY OPERA	TING CORPORATION		H.E. Wes		
3. ADDRESS AND TE				API WEL		
		E 1500, OKC, OK 73102 (40	13) 233-3011	30-015-0: 10.f1ELD A	ND POOL, OR WILDCAT	
	L (Report location clearly and in ac NL and 1660 FWL of Section 4	cordance with any State requirem	ents)*	Graybur	/Jackson	
2005				11.SEC.,T.,I	L,M.,OR BLOCK AND SURV	EY OR AREA
At top proposed prod.	zone (SAME) (SOS)			Sec. 4-T1	7S-R31E	
14.DISTANCE IN MILES ANI	D DIRECTION FROM NEAREST TOWN OR	POST OFFICE*		12. COUNT	Y OR PARISH	13. STATE
Approximately 5 miles !	NE of Loco Hills, NM			Eddy		NM
15.DISTANCE FROM PROPO		16.NO. OF ACRES IN LEASE			17.NO. OF ACRES ASS	IGNED
LOCATION TO NEAREST PROPERTY OR LEASE L		1919.88			TO THIS WELL	
(Also to nearest drig, unit line 18.DISTANCE FROM PROPO	sed Location*	19.PROPOSED DEPTH			20.ROTARY OR CABL	E TOOLS*
TO NEAREST WELL, DR OR APPLIED FOR, ON T	ILLING, COMPLETED,	3868'			Rotary	
21.ELEVATIONS (Show wheth		<u></u>	* day	22. AF	PROX. DATE WORK WILL	START*
				April	1, 1996	
						-
23.		PROPOSED CASING AND CE				
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH		QUANTITY OF	CEMENT
11" 8-3/4"	10-3/4" 7"	32.75#	669' 3123'		100 sxs cmt,	
6"	4-1/2" liner	20#	f/3043-3534'	-	150 sxs cmt,	
2-3/8" Plastic Coat An application to i	well to approximately 3868 and tubing and a Baker J-Lo nject is in the process of bei ttached for BOP, Mud and	oc pkr will be set @ 3148 ing filed with the OCD. No	RECEIVE	_	required to perform	25 (15 (2) (17) rm this
			OIL CON.	DIV.		
			Dist. 2			
IN ABOVE SPACE DES	SCRIBE PROPOSED PROGRAM ectionally, give pertinent data on su	: If proposal is to deepen, give da	ta on present productive zone a	nd propo	sed new productive zor	te. If proposal
24.	ectionally, give pertinent data on su	osuriace locations and measured	and true vertical depths. Give	prowout p	reventer program, 11 a	ny.
signed D	and Mky	Diana K		E		
*(This space for Feder	ral or State office use)					
PERMIT NO			APPROVAL DATE			
Application approval does a CONDITIONS OF APP	not warrant or certify that the applicant PROVAL, IF ANY:	holds legal or equitable title to those r	ights in the subject lease which woul	d entitle th	e applicant to conduct op	erations thereon.
APPROVED BY Orig. 5	Signed by Shannon J. Shaw	TITLE PETROLEU See Instructions On Re		_ DAT	e 4/15/9	-

DEVON ENERGY OPERATING CORPORATION

HYDROGEN SULFIDE DRILLING OPERATIONS PLAN

A. Hydrogen Sulfide Training

All rig crews and company personnel will receive training from a qualified instructor in the following areas prior to penetrating any hydrogen sulfide bearing formations during drilling operations:

- 1. The hazards and characteristics of hydrogen sulfide (H2S).
- 2. The proper use and maintenance of the H2S safety equipment and of personal protective equipment to be utilized at the location such as H2S detection monitors, alarms and warning systems, and breathing equipment. Briefing areas and evacuation procedures will also be discussed and established.
- 3. Proper rescue techniques and procedures will be discussed and established.

In addition to the above, supervisory personnel will be trained in the prevention of oil and gas well blowouts in accordance with Minerals Management Service Standards Subpart - 0 - 250 - 212.

Prior to penetrating any known H2S bearing formation, all rig crews and company personnel will be required to have received appropriate H2S training course and have certification of such training. All contract personnel employed on an unscheduled basis will be required to have received appropriate H2S training.

This Hydrogen Sulfide Drilling And Operations Plan shall be available at the wellsite during drilling operations.

B. H2S Safety Equipment And Systems

All H2S safety equipment and systems will be installed, tested, and operational when drilling operations reaches a depth approximately 500' above any known or probable H2S - bearing formation. The safety systems to be utilized during drilling operations are as follows:

1. Well Control Equipment

- (a) Double ram BOP with a properly sized pipe rams to accommodate all pipe sizes in use.
- 2. H2S Detection And Monitoring Equipment
 - (a) Two (2) H2S detection monitors will be placed in service at the location. One monitor will be placed on the rig floor and, one will be at the working mud pits. This monitoring system will have warning lights and audible alarms that will alert personnel when H2S levels reach 20 ppm.
 - (b) One (1) Sensidyne Pump with the appropriate detection tubes will also be available to perform spot checks for H2S concentrations in any remote or isolated areas.
- 3. Protective Equipment For Essential Personnel

Protective equipment will consist of the following:

- (a) One (1) five minute escape pack will be available for the rig's derrick man.
- (b) Two (2) thirty minute rescue packs to be located at the designated briefing areas.
- 4. Visual Warning System

Visual warning system will consist of the following:

- (a) Two wind direction indicators.
- (b) One condition / warning sign which will be posted on the road providing direct access to the location. The sign will contain lettering of sufficient size to be readable at a reasonable distance from the immediate location. The sign will inform the public that a hydrogen sulfide gas environment could be encountered be at the location.

5. Mud Program

(a) The mud program has been designed to minimize the volume of H2S circulated to surface. Proper mud weight and safe drilling practices (for example, keeping the hole filled during trips) will minimize hazards when drilling in H2S bearing formations.

6. Metallurgy

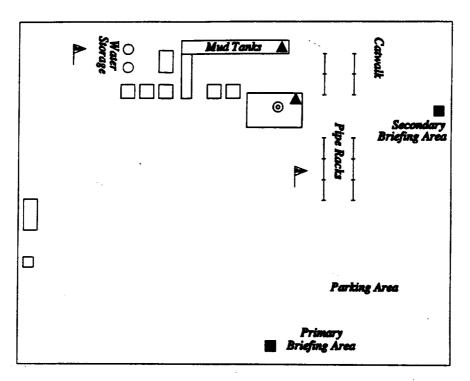
(a) All drill strings, casings, tubing, wellhead, blowout preventers, drilling spools, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.

7. Communication

(a) Two way radio and cellular telephone communication will be available in company vehicles.

C. Diagram Of Drilling Location

1. Attached is a diagram representing a typical location layout as well as the location of H2S monitors, briefing areas, and wind direction indicators.



- ▲ H2S MONITORS WITH ALARMS AT THE RIG FLOOR, AND STEEL MUD PITS WIND DIRECTION INDICATORS
- SAFE BRIEFING AREAS WITH CAUTION SIGNS AND PROTECTIVE BREATHING EQUIPMENT



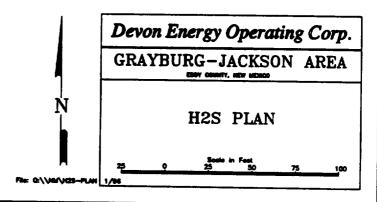


EXHIBIT 1

MINIMUM BLOWOUT PREVENTER REQUIREMENTS 3000 pel Working Pressure

3 MWP

STACK REQUIREMENTS

No.	Ite	em	Min. I.D.	Min. Nominal
1	Stripping head			
2	Two single or one dual hydrautically operated rams			
3	Tubing head W/2-2* outlets			
4	2" min. idil line and 3" min. choke line outlets in ram. (alternate to 3 above)			
5	Valve	Gate Plug	2*	
6	Valve	Gate Plug	2"	
7	Casing head			
8	Valve	Gate Plug	1-13/16*	
9	Pressure gage with needle valve			

OPTIONAL 10 Flanged valve 1-13/16*

CONFIGURATION A STRIPPING HEAD **BLIND RAMS** 2 PIPE RAMS 6 TUBING **HEAD** (10)**5 CASING HEAD** (9) 7 **(8**) CASING

MEC TO FURNISH

- 1. Bradenhead or casinghead and side valves.
- 2. Wear bushing, if required.

GENERAL NOTES

- 1. Deviations from this drawing may be made only with the express permission of MEC's Drilling manager,
- 2. All connections, valves, fittings, piping, etc., subject to well pump pressure must have minimum working pressure of preventers up through choke. Valves must be full opening and suitable for high pressure mud service.
- 3. Controls to be of standard design and each marked, showing opening and closing position.
- 4. All valves to be equipped with handwheels or handles ready for immediate use.
- 5. Choke lines must be suitably anchored.
- 6. Handwheels and extensions to be connected and ready for use.
- 7. All seamless steel control piping (3000 pel working pressure) to have fierable joints to avoid stress. Hoses will be permitted.
- 8. Casinghead connections shall not be used except in case of emergency.

H. E. WEST "A" & "B" WATERFLOOD EXPANSION

Deepening Wells Prior to Conversion

Devon Energy Operating Corporation plans to deepen the subject wells utilizing a completion unit in conjunction with a reverse circulating unit. A standard 3000 psi working pressure double ram BOP with a stripping head will be utilized. Since all wells proposed for deepening have casing set and are cemented below 2500', a conventional choke manifold is not needed. The BOP and stripping head have the capability of controlling flow while drilling and / or shutting the well in.

All drilling fluids will be contained in steel pits. No reserve pit will be needed. All proposed work will be contained on the original pad with no disturbance to the surrounding area.

The drilling mud program will be a 9.0 ppg - 10.0 ppg brine water. This should be sufficient weight to allow circulation of drilling fluids to the surface while at the same time controlling the reservoir pressures customary for this area.