UNITED STATES Form J160-3 Form approved. (December 1990) F THE INTERIO DEPARTMENT BUREAU OF LAND MANAGEMENT 5. LEASE DESIGNATION AND SERIAL NO NM-NM-7713 **APPLICATION FOR PERMIT TO DRILL OR DEEPEN** 6. IF INDIAN, ALLOTTEE OR TRIBE NAME NA DEEPEN la TYPE OF WORK DRILL 7 INTT AGREEMENT NAME West Red Lake Unit 8910089700 h TYPE OF WELL: CIL WELL WELL 8. FARM OR LEASE NAME, WELL West Red Lake Unit #63 2 NAME OF OPERATOR DEVON ENERGY CORPORATION (NEVADA) 9.API WELL NO. 3. ADDRESS AND TELEPHONE NO. 30-015-20 N. BROADWAY, SUITE 1500, OKC, OK 73102 (405) 552-4511 10 FIELD AND POOL 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)* Red Lake (Q-GB-SA) 300 1500' FNL & 850' FEL At surface Non-Standard 11.SEC.,T.,R.,M.,OR BLOCK Section H-8-T18S-R27E At top proposed prod. zone (SAME) 1 12. COUNTY OR PARISH 13. STATE 14 DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN Eddy County New Approximately 7 miles southeast of Artesia, NM Mexico ASSIGNED 17.NO. OF ACRES 16.NO. OF ACRES IN LEASE 15 DISTANCE FROM PROPOSED TO THIS WELL LOCATION TO NEAREST 160 40 8503 PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line if any)
18. DISTANCE FROM PROPOSED LOCATION* 20.ROTARY OR CABLE TOOLS 19. PROPOSED DEPTH TO NEAREST WELL, DRILLING, COMPLETED, Rotary 2500* OR APPLIED FOR, ON THIS LEASE, FT. 22. APPROX. DATE WORK WILL START* 21 ELEVATIONS (Show whether DF, RT, GR, etc.) December 15, 1995 GL 34743 PROPOSED CASING AND CEMENTING PROGRAM QUANTITY OF CEMENT GRADE. SIZE OF CASING WEIGHT PER FOOT SIZE OF HOLE 17 1/2 14" Conductor, 0.30" wall 40' Redimiy 8 5/8 24 ppf 1000 300 sx Lite + 200 sx Class C 12 1/4 100 sx Lite + 200 sx Class C 7 7/8" 5 1/2" 15.5 ppf 2500 * Cement will be circulated to surface on all casing strings. Devon Energy plans to drill to 2500' +/- to test the San Andres Formation for commercial quantities of oil. If the San Andres is deemed non-commercial, the wellbore 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. The undersigned accepts all applicable terms, conditions, stipulation, and restrictions concerning **Drilling Program** operations conducted on the leased land or portion thereof, as described above. Surface Use and Operating Plan Exhibit #1 - Blowout Prevention Equipment Bond Coverage: Nationwide Exhibit #1-A - Choke Manifold BLM Bond File No.: CO-1104 Exhibit #2 - Location and Elevation Plat Exhibit #3 - Planned Access Roads [1] Exhibit #4 - Wells Within a One Mile Radius Exhibit #5 - Production Facilities Plan Exhibit #6 - Rotary Rig Layout Exhibit #7 - Casing Design Parameters and Factors H₂S Operating Plan IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. 24

SIGNED E. J. Bullion	title DISTRICT EN	•	E October 12, 199	5	
*(This space for Federal or State office use)				VAL SUBJECT TO AL REQUIREMEN	-
PERMIT NO. Application approval does not warrant or certify that the applicant h		PROVAL DATE	SPECIA	L STIPULATION	S
CONDITIONS OF APPROVAL, IF ANY:		•	ATTAC	100	غاملة و . كلياسا
APPROVED BY	TITLE ASSESSED TO A	ia Mulda or	DATE	Mrs 225	
		_			

See Instructions On Reverse Side

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994

Instruction on back Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

OIL CONSERVATION DIVISION

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

P.O. Box 2088 Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name				
30-015-28	733 5130 00	RED LAKE (QUEEN-GRAYBURG-	- SAN ANDRES)			
Property Code		erty Name	Well Number			
3491	WEST R	63				
OGRID No.	Орег	ator Name	Elevation			
6137	DEVON ENER	GY CORPORATION (NEVADA)	3474'			

Surface Location

ſ	UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
	Н	8	18 S	27 E		1500	NORTH	850	EAST	EDDY

Bottom Hole Location If Different From Surface

	UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
ı	Dedicated Acres	Joint o	r Infill C	onsolidation (Code Or	der No.				
	40				İ					

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

OK A NON-SIA	NUARD UNIT HAS BEEN APPROVED BY TH	E DIVISION
	3456.2' 3473.8' 	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. E. L. Buttross, Jr. Printed Name District Engineer Title
		October 12, 1995 Date 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 supervisors and that the same is true and correct to the best of my belief. April 20, 1995 Date Surveyed.
		W.O. Num. 5131e Certificate No. Gary L. Jones 7977

MINIMUM BLOWOUT PREVENTER REQ

3.000 pal Working Pressure

3 MWP

West Red Lake Unit #63 Eddy County, NM Exhibit 1

CONFIGURATION

ANNULAR

PREVENTER

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④

STACK REQUIREMENTS

No	kem		Min.	Min. Nominal
1	Flowline			
2	Fill up line			2.
3	Drilling nepple			
1	Annular preventer			
5	Two single or one dual hy operated rams	ydraulically		
64	Drilling spool with 2" min 3" min choice line outlets	. kill line and		
6 b	2" mm. kill ime and 3" mi outlets in ram. (Alternate			
7	Valve	Gale [] Plug []	3-1/8"	
8	Gate valve—power operat	led	3-1/8"	
9	Line to choke manifold			3.
10	Valves	Gate C Plug C	2-1/16*	
11	Check valve		2-1/16"	
12	Casing head			
13	Valve	Gate Plug	1-13/18*	
14	Pressure gauge with need	e valve		
15	Kill line to rig mud pump m	eniioid		2.

		
3-1/8"		
3-1/8"		BLIND HAMS
	3.	(a)
-1/16*		PIPE RAMS
1/16"		
13/18"		PRILLING
	5.	CASMO
		MEAD MEAD
		CASING (IZ)
		(III) [CASING] (II)

OPTIONAL 16 Flanged valve 1-13/16*

CONTRACTOR'S OPTION TO FURNISH:

- All equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 3,000 psi, minimum.
- Automatic accumulator (80 gallon, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- 3.BOP controls, to be located near drillers position.
- 4. Kelly equipped with Kelly cock.
- 5.Inside blowout prevventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used.
- 6.Kelly saver-sub equipped with rubber casing protector at all times.
- 7. Plug type blowout preventer tester.
- 8.Extra set pipe rams to fit drill pipe in use on location at all times.
- 9. Type RX ring paskets in place of Type R.

MEC TO FURNISH:

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

GENERAL NOTES:

- 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 or pump pressure must be flanged (suitable clemp connections acceptable) and have minimum working pressure equal to rated working pressure of preventers up through chore. Valves must be full opening and suitable for high pressure mud service.
- Controts to be of standard design and each marked, showing opening and closing position.
- 4. Choices will be positioned so as not to hamper or delay changing of choice beens. Replaceable parts for adjustable choice, other been sizes, retainers, and choke wrenches to be conveniently located for immediate use.
- All valves to be equipped with handwheels or handles ready for immediate use.
- 6. Choke lines must be suitably anchored.

- Handwheels and extensions to be connected and ready for use.
- 8. Velves adjacent to drilling speci to be kept open. Use outside valves except for emergency.
- B.All seamless steel control piping (3000 pai working pressure) to have flexible joints to avoid stress. Hoses will be permitted.
- Cesinghead connections shall not be used except in case of emergency.
- 11.Do not use kill line for routine fill-up operations

Attachment to Exhibit #1 NOTES REGARDING BLOWOUT PREVENTORS

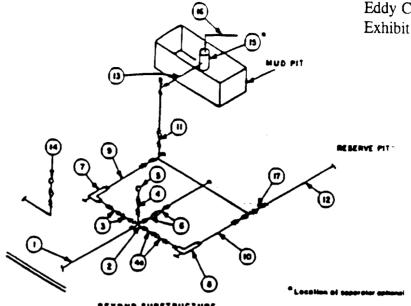
Devon Energy Corporation (Nevada)
West Red Lake Unit #63
1500' FNL & 850' FEL
Section 8-T18S-R27E, Unit H
Eddy County, New Mexico

- 1. Drilling nipple will be constructed so it can be removed mechanically without the aid of a welder. The minimum internal diameter will equal BOP bore.
- 2. Wear ring will be properly installed in head.
- 3. Blowout preventor and all associated fittings will be in operable condition to withstand a minimum 3000 psi working pressure.
- 4. All fittings will be flanged.
- 5. A full bore safety valve tested to a minimum 3000 psi WP with proper thread connections will be available on the rotary rig floor at all times.
- 6. All choke lines will be anchored to prevent movement.
- 7. All BOP equipment will be equal to or larger in bore than the internal diameter of the last casing string.
- 8. Will maintain a kelly cock attached to the kelly.
- 9. Hand wheels and wrenches will be properly installed and tested for safe operation.
- 10. Hydraulic floor control for blowout preventor will be located as near in proximity to driller's controls as possible.
- 11. All BOP equipment will meet API standards and include a minimum 40 gallon accumulator having two independent means of power to initiate closing operation.

MINIMUM CHOKE MANIFOLD 3,000, 5,000 and 10,000 PSI Working Pres

3 MWP - 5 MWP - 10 MWP

West Red Lake Unit #63 Eddy County, NM Exhibit 1A



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			MIN	MUM REO	JAREMENT	S				
			3.000 MWP			5,000 MWP			10,000 MW7	
No		I.D	NOMINAL	RATING	1.0.	NOMINAL	RATING	I.D.	NOMINAL	RATING
1	Line from drilling speel		2.	3.000		3.	\$.000		3.	10.000
2	Cross 3"x3"x3"x2"			3.000			\$.000		 	10.000
	Cross 3"=3"=2"=2"								 	10.000
3	Valves(1) Gate [] Plug [](2)	3-1/6*		3,000	3-1/6"		5.000	3-1/6"		10,000
4	Valve Gate (C)	1-13/16"		3,000	1-13/16*		5.000	1-13/16*		10,000
43	Valves(1)	2-1/16"		3,000	2-1/16"		5,000	3-1/8		10,000
5	Pressure Gauge			3,000			5,000		 	10,000
6	Valves Gale □ Plug □(Z)	3-1/6"		3.000	3-1/8"		\$.000	3-1/6*		10,000
7	Adjustable Choke(3)	2.		3.000	2*	 	5.000	2-		
. 1	Adjustable Choke	1°		3,000	1.	 	5.000	2-	 	10,000
9	Line		3.	3.000		3.	5.000		-	10.000
10	Line		7-	3,000		2.			3.	10,000
11	Valves Gale □ Plug □(2)	3-1/6"		3.000	3-1/E*		5,000 5,000	3-1/6"	3.	10,000
12	Lines		3.	1,000		3.				10.000
13	Lines	1	3.	1,000			1.000		3.	2.000
14	Plemote reading compound standpipe pressure gauge			3.000		3.	1,000 5,000		3.	2.000
15	Ges Separator		2'=5'			-				10.000
16	Line	+	4.	1,000		2'z5'			2'x5'	
	Gas D	 		1,000		4.	1,000		4.	2.000
17	Valves Plug ()(2)	3-1/6-		3,000	218"		8.000	3-1/8"		10.000

- (1) Only one required in Class 3M.
- (2) Gate valves enty shall be used for Class 10M.
- (2) Remais operated hydroulic chake required on 5,000 pel and 10,000 pel for drilling.

EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTIONS

- 1. All connections in choke manifold shall be welded, studded, Ranged or Cemeron clemp of comparable rating. 2. All flanges shall be API 6B or 6BX and ring gaskets shall be API RX or BX. Use only BX for 10 MWP.
- 3. All lines shall be securely anchored.
- 4. Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available.
- Choke manifold pressure and standpipe pressure gauges shall be available at the choke manifold to assist in regulating chokes. As an atternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.
- 6. Line from drilling spool to choke manifold should be as straight as possible. Lines downstream from chokes shall make turns by large bends or 90° bends using bull plugged tees.
- 7. Discharge lines from chokes, choke bypass and from top of gas separator should vent as far as practical from the well.