1001	JII Cons. M. DIV-Dist. ERM APPROVED W. Grand Abudget Bureau No. 1004-0135 Sia, NM B82 Stantion and Serial No.
SUNDRY NOTICES AND REPORTS ON WELLS Arte Do not use this form for proposals to drill or to deepen or reentry to a different reserve Use "APPLICATION FOR PERMIT—" for such proposals SUBMIT IN TRIPLICATE I. Type of Well Gas Well Other C. C	V. Grand Avante and 1004-0155
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reserved Use "APPLICATION FOR PERMIT—" for such proposals SUBMIT IN TRIPLICATE I. Type of Well Gas Well Other Other	V. Grand Avante and 1004-0155
SUNDRY NOTICES AND REPORTS ON WELLS ATTREESTING Do not use this form for proposals to drill or to deepen or reentry to a different reserved Use "APPLICATION FOR PERMIT—" for such proposals SUBMIT IN TRIPLICATE I. Type of Well I. Type of Well I. Type of Well I. Type of Operator Devon-SFS Operating, Inc.	SIA NIA, Designation and Serial No.
Use "APPLICATION FOR PERMIT—" for such proposals SUBMIT IN TRIPLICATE 1. Type of Well □ Other □ Well ○ Other ○ Name of Operator Devon-SFS Operating, Inc.	
SUBMIT IN TRIPLICATE 1. Type of Well Ori Sas Well Other 2. Name of Operator Devon-SFS Operating, Inc.	OIF. NM-83552
1. Type of Well □ Gas □ other □ 2. Name of Operator □ ○ ○ ○ Devon-SFS Operating, Inc. ✓ ○ ○	6. If Indian, Allottee or Tribe Name
□ Oil Well □ Gas Well □ Other /> 2. Name of Operator Devon-SFS Operating, Inc. / ?	N/A
□ Oil Well □ Gas Well □ Other /> 2. Name of Operator Devon-SFS Operating, Inc. / ?	7. If Unit or CA, Agreement Designation
2. Name of Operator Devon-SFS Operating, Inc	N/A
Devon-SFS Operating, Inc.	8. Well Name and No.
3. Address and Telephone No.	Old Ranch Knoll 8 Federal #5
	9. API Well No.
20 N. Broadway, Suite 1500, Oklahoma City, OK 73102 (Wally Frank 405-235-3611 X459)	5) 30-015-31326
4. Location of Well (Footage. Sec., T., R., M., or Survey Description)	10. Field and Pool, or Exploratory Area
	Indian Basin Upper Penn
(K) 1820' FSL & 1903' FWL Sec. 8, T22S, R24E	11. County or Parish, State
	Eddy Co., NM
CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE	E, REPORT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF A	ACTION
Notice of Intent	Change of Plans
Recompletion	New Construction
Subsequent Report Plugging Back	Non-Routine Fracturing
Casing Repair	Water Shut-Off
L Final Abandonment Notice L Altering Casing	Conversion to Injection
	(Note Report results of multiple completion on Well
13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date	Completion or Recompletion Report and Log form) of starting any proposed work. If well is directionally drilled, give
subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*	1
Devon requests permission to dispose produced water via our gathering syster	m to the Old Ranch Knoll 8-4 SWD Sec 8
T22S, R24E per NMOCD Administrative Order SWD-585. Request alternate	disposal via gathering system to Old
Ranch Canyon 7-5 SWD Sec 7, T22S, R24E per NMOCD Administrative Ord	der SWD-736 Current water production
is 970 bwpd. Water analysis attached.	der 5 w D-750. Current water production
is yre en put trater unarjons attached.	
APPROVAL SUBJECT TO	
GENERAL REQUIREMENTS AND	CD
SPECIAL STIPULATIONS ATTACHED	
	\sim
14. I hereby certify that the foregoing is true and correct	
Joe Huber	
Signed Title Foreman	Date 8-6-02
(This space for Federal or State office use)	
Approved by (ORIG. SGD.) ALEXIS C. SWOBODA	Date AUG 10 2002
Conditions of approval, if any:	

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 a to any matter within its jurisdiction.

Champion Technologies, Inc.

Water Report

	on Energy Huber State N. Smith	ZIP	Date Test Lab	08/05/	2002	
,		_				
Lease Name: Old Ranch	DId Ranch Formation:					
Target Name: Old Ranch 8-5		Sample Old Ranch 8-		Sample	Date: 08/02/2002	Test Date:
Water		Appended Physical				
Calcium	962	CO2	40	Ionic St	Ionic Strength(calc.)	
Magnesium	194	H2S	479	pH(calc.)		
Barium		lron 5		Tempera	Temperature(°F)	
Strontium				Pressure(psia)		500
Sodium(calc.)	1909	Additional		Density		8.38
Bicarbonate Alkalinity	756	Specific Gravity		1.01	Dew Point	
Sulfate	2400		ved Solids(Mg/L)	9221	Lead	
Chloride	3000	Total Hardne	ess(CaCO3 Eq	3200	Zinc	
Calcite			SI && PTB			
Calculation		Value	Scale Ty	ре	SI	PTB
Known pH		7.40 Calcite (Calcium Carbona			1.62	346.90
					-0.43	
Remarks:			Hemihydrate (Calcium Sulfate)		-0.33	
			Anhydrite (Calcium Barite (Barium Sulfa Celestite (Strontium	ite)	-0.31	