Form 3160-3 FORM APPROVED (August 1999) OMB NO. 1004-0136 Expires: November 30, 2000 UNITED STATES, MAR DEPARTMENT OF THE INTER Lease Serial No. BUREAU OF LAND MANAGE NM-03358 APPLICATION FOR PERMIT TO DRI If Indian, Allottee or Tribe Name 7. If Unit or CA Agreement, Name and No. 1a. Type of Work DRILL Northeast Blanco Unit Lease Name and Well No. Oil Well X Gas Well Other Single Zone Multiple Zone NEBU 313M 1b. Type of Well Name of Operator 9. API Well No. 30-045-30959 Devon Energy Production Company, L.P. Attn: Kim Walker Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 20 North Broadway, Suite 1500, OKC, OK 73102 (405) 552-4734 Blanco Mesaverde **Basin Dakota** Location of well (Report location clearly and In accordance with any State requirements.*) 11. Sec., T., R., M., or Blk. And Survey or Area At surface 1570' FSL & 920' FWL NW SW Sec. 11 ,T 31N .R 7W 1570' FSL & 920' FWL NW SW At proposed prod. zone 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. County or Parish 13. State Approx. 27 miles SE of Ignacio, CO NM San Juan 16. No. of Actes in lease 15. Distance from proposed* 17. Spacing Unit dedicated to this well location to nearest 3165.A-2396.77 to nearest well, drilling, completed codural review pursuant to applied for, on this lease, ft. 320 ac. 18. Distance from proposed location* 20. BLM/ BIA Bond No. on file 19. Proposed Depth 8010' CO-1104 21. Elevations (Show whether DF. RT, GR, etc.) 22. Aproximate date work will start* 23. Estimated Duration 6485' GL **Upon Approval** 20 Days 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1 shall be attached to this form: 4. Bond to cover the operations unless govered by existing bond on file(see Well plat certified by a registered surveyor. A Drilling Plan. item 20 above). A Surface Use Plan (if the location is on National Forest System Lands, th.5. Operator certification. SUPO shall be filed with the appropriate Forest Service Office). Such other site specific information and/ or plans as may be required by the a authorized officer. 25. Signature Name (Printed/ Typed) Amwalker Kim Walker Title Regulatory Technician Approved By (Signature) Name (Printed/ Typed) 3-13-2 Sh/Phone J. L.

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 operations thereon.

Office

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of th States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Title

^{* (}Instructions on reverse)

DISTRICT I 1625 N. French Dr., Hobbs, N.M. 88240

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

DISTRICT II 811 South First, Artesia, N.M. 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, N.M. 87410

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, NM 87505

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

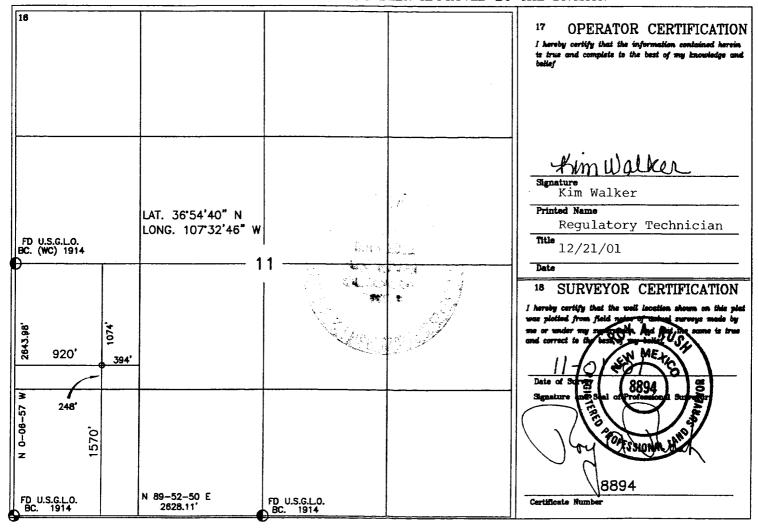
☐ AMENDED REPORT

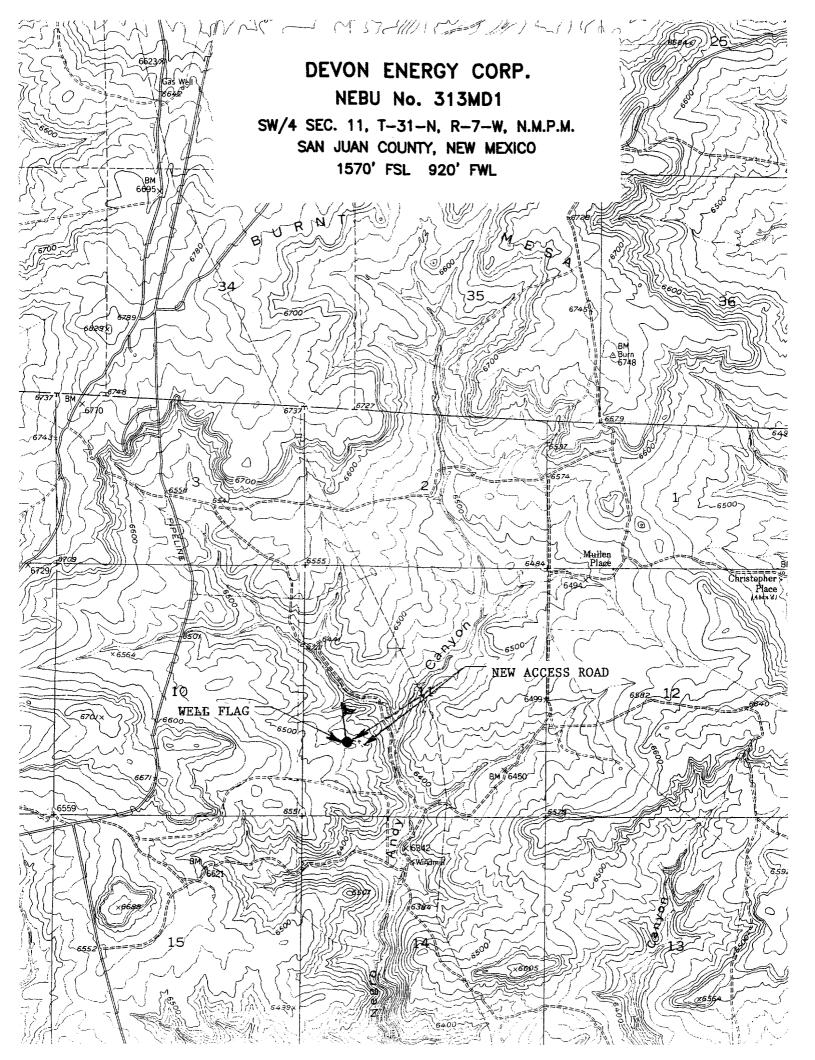
DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87506

		W	ELL L	OCATION	N AND	ACRE	AGE DE	DICATION	PLA	TA	
30-045-30959 Pool Code 72319/71599 Blanco Mesaverde/Basin Dakota											
Property Code Property Name 964 NEBU							· w	ell Number 313MD1			
FOGRID No. Operator Name 6137 Devon Energy Production Company, L.P.					•	Elevation 6485					
					10 Surfa	ice Lo	ation				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	the N	rth/South li	ne Feet from	he	East/West line	County

7-W 31-N 1570 SOUTH 11 920 WEST SAN JUAN ¹¹ Bottom Hole Location If Different From Surface UL or lot no. Lot Idn Feet from the Section Township North/South line Feet from the East/West line County 12 Dedicated Acres 18 Joint or Infill ¹⁴ Consolidation Code 16 Order No. MV - W/320DK - w/320

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





Form 3160-5 (November, 1996)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED

OMB No. 1004-0135 Expires: July 31, 1996

_	CINE TO OF ENTIRE INVITA	CEMENT	
SUNDR	RY NOTICES AND REPO	ORTS ON WELLS	5. Lease Serial No. NM-03358
Do not	6. If Indian, Allottee, or Tribe Name		
abandon	ed well. Use Form 3160-3 (API	D) for such proposals.	<u>]</u>
	ATE- Other Instructions	on the reverse side	7. If Unit or CA. Agreement Designation
1. Type of Well	_		Northeast Blanco Unit
Oil Well Gas Well	Other		8. Well Name and No.
2. Name of Operator			NEBU 313MD1
3a. Address		Attn: Kim Walker Phone No. (include area code)	9. API Well No.
20 North Broadway, Suite		(405) 235-3611 x 4734	10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., I			Blanco Mesaverde Basin Dakota
1570' FSL & 920' FWL	NW /4, SW /4, Sec.	-	11. County or Parish, State
Latitude 36.544		3246	San Juan NM
	ATE BOX(S) TO INDICA		CE, REPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	<u> </u>
Notice of Intent	Acidize Dee	pen Production (Start/	Resume) Water Shut-off
	Altering Casing Frac	cture Treat Reclamation	Well Integrity
X Subsequent Report	Casing Repair New	v Construction Recomplete	X Other Amend APD
F-1		g and abandon Temporarily Aban	oon
Final Abandonment Notice	· ·	y back Water Disposal	oposed work and approximate duration thereof.
Attach the Bond under which the work following completion of the involved op testing has been completed. Final Aba determined that the site is ready for fin Attached please find Please note the Proposition	will performed or provide the Bond No. or erations. If the operation results in a mult indonment Notice shall be filed only after	on file with the BLW BIA. Required suse tiple completion or recompletion in anew all requirements, including reclamantion an with changes highligh a 8010' to 8110'	rertical depths or pertinent markers and sands. qunet reports shqll be filed within 30 days vinterval, a Form 3160-4 shall be filed once in, have been completed, and the operator has ted.
14. I hereby certify that the foregoing is true Name (Printed/ Typed) Kim W		Title Regu	latory Technician
Signature // / / / /	la .	Date 1/Clpo	
Lim Wal	Ville	118/02	
	THIS SPACE FOR FED	DERAL OR STATE OFFICE U	JSE
Approved by		Title	Date 3/13/JZ
Conditions of approval, if any are attached.	Approval of this notice does not warrant of	or Office	-//
certify that the applicant holds legal or equita which would entitle the applicant to conduct			

Title 18 U.S.C. Section1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitio or fraudulent statements or representations as to any matter within its jurisdiction.

NEBU 313MD1 Unit L-11-31N-7W San Juan Co., NM

DRILLING PLAN

1. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS & ANTICIPATED WATER, OIL, GAS OR MINERAL FORMATIONS:

Formation	Depth: /1/2 =	Hydrogacioni/Water his Beaning/Zones - Sec.
San Jose	Surface	
Ojo Alamo	2325'	Aquifer
Kirtland	2440'	
Fruitland	3000'	Gas
Pictured Cliffs	3310'	Gas
Lewis	3550'	Gas
Intermediate TD	3650'	
Mesaverde	4225'	Gas
Chacra	4630'	
Massive Cliff House	5040'	Gas
Menefee	5320'	Gas
Massive Point Lookout	5640'	Gas
Mancos	5950'	
Gallup	6620'	Gas
Greenhorn	7745'	Gas
Graneros	7790'	
Dakota	7860'	Gas
TD	8110'	

All shows of fresh water and minerals will be adequately protected and reported.

2. PRESSURE CONTROL EQUIPMENT:

All well control equipment shall be in accordance with Onshore Order #2 for 2M systems.

The minimum specifications for pressure control equipment that will be provided are included on the attached schematic diagram which shows the size and pressure ratings.

2000# BOP With Pipe Rams 2000# BOP With Blind Rams

Auxiliary equipment to be used:

Upper kelly cock with handle available.

The manifold includes appropriate valves and adjustable chokes. The kill line will have one check valve. Ram type preventers will be pressure tested to full working pressure (utilizing a test plug) or 70% of the internal yield pressure (without a test plug) at:

- Initial installation
- Whenever any seal subject to test pressure is broken
- Following related repairs
- At 30 day intervals

Pipe and blind rams shall be activated each trip.

A BOPE pit level drill will be conducted weekly for each drilling crew.

All tests and drills will be recorded in the drilling log.

The accumulator will have sufficient capacity to close all rams and retain 200 psi above precharge pressure without the use of closing unit pumps.

Master controls will be at the accumulator.

3. Casing & Cementing Program:

A. The proposed casing program will be as follows:

Depth 1	Politica (* 1862) Sizia	Sirie =	Circles	Weights		
0-250'	12-1/4"	9-5/8"	H-40	32#	STC	New
0-3650'	8-3/4"	7"	K-55	20#	STC	New
0-TD	6-1/4"	4-1/2"	K-55	11.6#	LTC	New

All casing strings below the conductor shall be pressure tested to 0.22 psi/ft. of casing string length or 1500 psi, whichever is greater, but not to exceed 70% minimum internal yield.

The bottom three joints of the surface casing will have one centralizer per joint and one centralizer every fourth joint thereafter.

B. The proposed cementing program will be as follows:

Surface String: Cement will be circulated to surface. Estimated volume (180%

of theoretical value):

Lead: 200 sks Class "B" with additives mixed at 15.6 ppg, 1.18

ft³/sks.

Intermediate String: Cement stage collar at 2900'.

First Stage: 225 sks 50/50 "G" Poz with additives mixed at 13.5

ppg, 1.28 ft³/sks, circulated to stage collar.

Second Stage: 350 sks Lite cement with additives mixed at

11.5 ppg, 2.40 ft³/sks, circulated to surface.

Production String: TOC will be tied into the intermediate casing.

Lead: 600 sks Class "G" cement with additives mixed at 15.8

ppg, 1.15 ft³/sks.

Actual volumes will be calculated and adjusted with caliper log prior to cementing.

4. DRILLING FLUIDS PROGRAM:

interval :	Type	Weights (ppg)	g Viscosity	or pH	Water- Loss	Remarks
0-3650'	Spud	8.4-9.0	29-70	8.0	NC	FW gel, LSND
3650-7800'	Air				NC	
7800-TD	Mud	8.5-9.0*	30-50	8.0-10.0	8-10cc @ TD	Low solids – nondispersed. * Min Wt. to control formation pressure.

NC = no control

Sufficient quantities of mud material will be maintained on site or be readily accessible for the purpose of assuring well control. SPR will be recorded on daily drilling report after mudding up. Visual mud monitoring will be conducted during operations.

5. EVALUATION PROGRAM:

Logs: Platform Express AIT/GR/SP: Intermediate casing point to the base of the

surface casing and TD to the base of the intermediate casing.

Platform Express CNL/LDT/PE: Intermediate casing point to the base of the

surface casing and TD to the base of the intermediate casing.

Cores: None anticipated.

DST's: None anticipated.