Permit Conditions Of Approval C-101, Permit 4099

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137

Well: STATE CW #002

| OCD Reviewer | Condition |
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| BARRANT | OPERATOR TO COLLECT EVERY 100 FEET, DRILLING MUD SAMPLES STARTING AT THE TOP OF THE CAPITAN REEF AND CONTINUING TO THE TOP OF THE DELAWARE. THIS IS IN ORDER TO TEST FOR CHLORIDES. OPERATOR TO SUBMIT RESULTS OF CHLORIDES TEST TO OCD ARTESIA OFFICE. |
| BARRANT | OPERATOR TO NOTIFY OCD TIME OF SPUD AND TIME TO WITNESS THE CEMENTING OF THE SURFACE AND INTERMEDIATE HOLE SECTIONS. |
| BARRANT | ONLY FRESH WATER MUD TO BE USED IN SURFACE AND INTERMEDIATE HOLE SECTIONS. APD SHOWS BRINE MUD TPYE OF FLUID FOR INTERMEDIATE HOLE |