District I 1625 N. French Dr., Hobbs, NM 88240 Phone;(575) 393-6161 Fax:(575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone;(575) 748-1283 Fax:(575) 748-9720

Phone;(3/3) (48-1283 Fax;(5/3) /48-9/20 **District III** 1000 Rio Brazos Rd., Aztec, NM 87410 Phone;(505) 334-6178 Fax;(505) 334-6170 **District IV** 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone;(505) 476-3470 Fax;(505) 476-3462

State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division

Form C-101 August 1, 2011

Permit 162730

1220 S. St Francis Dr. Santa Fe, NM 87505

| Operator Name and Address DEVON ENERGY PRODUCTION COMPANY, LP | | | | | | | | OGRID Number 6137 | | |
|---|---------|----------|---|----------|------------|-------------|------------|-----------------------------|--------|--|
| | | 9.000 | V. Sheridan oma City, C | | | | | 3. API Number 30-015-411 | 35 | |
| 4. Property Code 38927 | | | 5. Property Name LONETREE DRAW 13 STATE COM | | | | <i>y</i> 0 | 6. Well No. 005 | | |
| 194 | | | | 7. S | urface Loc | ation | | 2 (3) | | |
| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County | |
| A | 13 | 218 | 27E | A | 150 | N | 990 | E | EDDY | |
| 124 | | 100 | 8. | Proposed | Bottom H | ole Locatio | n | 9 95 | | |
| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County | |
| P | 13 | 218 | 27F | P | 330 | S | 800 | E | Eddy | |

| 9. Pool | Information |
|---------|-------------|
|---------|-------------|

Additional Well Information

| 11. Work Type New Well | 12. Well Type OIL | 13. Cable/Rotary | 14. Lesse Type State | 15. Ground Level Elevation 3164 | |
|--|----------------------|-----------------------------------|-------------------------|------------------------------------|--|
| 16. Multiple 17. Proposed Depth N 9542 | | 18. Formation 19. Con Delaware | | 20. Spud Date | |
| Depth to Ground | water | Distance from nearest fresh water | r well | Distance to nearest surface water | |

21. Proposed Casing and Cement Program

| Type | Hole Size | Casing Type | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Surf | 17.5 | 13.375 | 48 | 290 | 325 | 0 |
| Int1 | 12.25 | 9.625 | 40 | 2800 | 1090 | 0 |
| Prod | 8.75 | 5.5 | 17 | 9542 | 1530 | 2260 |

Casing/Cement Program: Additional Comments

An 8-3/4" PH will be drilled to 5550' and plugged back to KOP. Plug back: Lead w/460 sx H + 0.1% bwoc R-3 + 46.4% FW.

22. Proposed Blowout Prevention Program

| | 22. I roposed Blowout I revention I rogram | | | | | | |
|-----------|--|---------------|--------------|--|--|--|--|
| Type | Working Pressure | Test Pressure | Manufacturer | | | | |
| DoubleRam | 3000 | 3000 | | | | | |
| Annular | 3000 | 3000 | | | | | |

| best of my knowledge and belief. | nation given above is true and complete to the | OIL CONSERVATION DIVISION Approved By: Randy Dade | | |
|--|--|--|----------------------------|--|
| I further certify I have complie 19.15.14.9 (B) NMAC ⊠, if ap | d with 19.15.14.9 (A) NMAC 🛮 and/or plicable. | | | |
| Signature: | | | | |
| Printed Name: Electronical | y filed by Randy Bolles | Title: District Supervisor | | |
| Title: Manager, Regulatory | Affairs | Approved Date: 2/20/2013 | Expiration Date: 2/20/2015 | |
| Email Address: randy.bolle | s@dvn.com | 6229 | 185 180 | |
| Date: 2/19/2013 | Phone: 405-228-8588 | Conditions of Approval Attached | | |

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St. Actasia NM 88210

<u>District II</u> 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u> 1000 Rto Brazos Rd., Aztec, NM 87410

1000 Rio Brazos R.d., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u> 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division

Form C-102 August 1, 2011

Doesnit 16272

1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 2. Pool Code | 3. Por | ol Name |
|----------------------------|--|--|
| 24330 | FENTON;DELAW | ARE, NORTHWEST |
| 5. Property Name | | 6. Well No. |
| LONETREE DRAW 13 STATE COM | | 005 |
| 8. Operator Name | | 9. Elevation |
| DEVON ENERGY PRODU | JCTION COMPANY, LP | 3164 |
| | 24330 5. Proper LONETREE DRAV 8. Operato | 24330 FENTON;DELAW. 5. Property Name LONETREE DRAW 13 STATE COM |

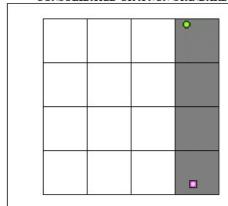
10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| A | 13 | 218 | 27E | | 150 | N | 990 | E | EDDY |

11. Bottom Hole Location If Different From Surface

| UL - Lot | Section 13 | Township 21S | Range 27E | Lot Idn P | Feet From 330 | N/S Line | Feet From 800 | E/W Line E | County EDDY |
|----------|---------------|-----------------|----------------|--------------|------------------|----------|------------------|---------------|----------------|
| | cated Acres | 13. J | oint or Infill | 14 | . Consolidation | Code | | 15. Order No. | |

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



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Randy Bolles Title: Manager, Regulatory Affairs

Date: 2/19/2013

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 supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Frank Jaramillo Date of Survey: 1/31/2013 Certificate Number: 1554

Permit Comments

Operator: DEVON ENERGY PRODUCTION COMPANY, LP , 6137 Well: LONETREE DRAW 13 STATE COM #005 API: 30-015-41135

| Created By | Comment | Comment Date |
|---------------|---|-----------------|
| barnettj | The BOP system used to drill the intermediate hole will consist of a 13-5/8" 3M Triple Ram and Annular preventer. The BOP system will be tested as a 3M system prior to drilling out the surface casing shoe. The BOP system used to drill the production hole will consist of a 13-5/8" 3M Triple Ram and Annular preventer. The BOP system will be tested as a 3M system prior to drilling out the intermediate casing shoe. In addition to the rams and annular preventer, additional BOP accessories include a kelly cock, floor safety valve, choke lines, and choke manifold rated at 3,000 psi WP. | 2/19/2013 |
| barnettj | 0-290' MD Wt: 8.4-9.0 Visc 30-34 Fluid Loss N/C FW 290'-2,800'MD Wt: 9.8-10.0 Visc 28-32 Fluid Loss: N/C Brine 2,800'-9,542'MD Wt: 8.6-9.0 Visc: 28-32 Fluid Loss: N/C-12 FW | 2/19/2013 |
| CSHAPARD | Land p/S | 2/20/2013 |

Permit Conditions of Approval

Operator: DEVON ENERGY PRODUCTION COMPANY, LP, 6137

Well: LONETREE DRAW 13 STATE COM #005

API: 30-015-41135

| OCD Reviewer | Condition |
|-----------------|--|
| CSHAPARD | Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string |