Form 3160-3 FORM APPROVED OMB No. 1004-0137 (June 2015) Expires: January 31, 2018 **UNITED STATES** DEPARTMENT OF THE INTERIOR 5. Lease Serial No. NMNM108513 **BUREAU OF LAND MANAGEMENT** APPLICATION FOR PERMIT TO DRILL OR REENTER 6. If Indian, Allotee or Tribe Name 7. If Unit or CA Agreement, Name and No. **✓** DRILL REENTER 1a. Type of work: Oil Well 1b. Type of Well: Gas Well Other 8. Lease Name and Well No. 1c. Type of Completion: Hydraulic Fracturing ✓ Single Zone Multiple Zone BURTON FLAT 26-28 FED STATE COM 332H 9. API Well No. 2. Name of Operator DEVON ENERGY PRODUCTION COMPANY LP 30-015-49253 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 3rd BONE SPRING/AVALON BONE SPR 333 WEST SHERIDAN AVE, OKLAHOMA CITY, OK 7310 (405) 235-3611 11. Sec., T. R. M. or Blk. and Survey or Area 4. Location of Well (Report location clearly and in accordance with any State requirements.\*) SEC 26/T20S/R28E/NMP At surface NENW / 818 FNL / 2061 FWL / LAT 32.549586 / LONG -104.150336 At proposed prod. zone NWNW / 1310 FNL / 20 FWL / LAT 32.548148 / LONG -104.191429 12. County or Parish 14. Distance in miles and direction from nearest town or post office\* 13. State **EDDY** NM 15. Distance from proposed\* 16. No of acres in lease 17. Spacing Unit dedicated to this well 818 feet location to nearest property or lease line, ft. 800.0 (Also to nearest drig. unit line, if any) 18. Distance from proposed location\* 19. Proposed Depth 20. BLM/BIA Bond No. in file to nearest well, drilling, completed, 30 feet 8674 feet / 21978 feet FED: NMB000801 applied for, on this lease, ft. 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start\* 23. Estimated duration 3236 feet 04/28/2022 45 days 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable) 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see 2. A Drilling Plan. Item 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. SUPO must be filed with the appropriate Forest Service Office). 6. Such other site specific information and/or plans as may be requested by the Name (Printed/Typed) Date 25. Signature (Electronic Submission) CHELSEY GREEN / Ph: (800) 583-3866 06/18/2021 Title Regulatory Compliance Professional Approved by (Signature) Date Name (Printed/Typed) (Electronic Submission) Cody Layton / Ph: (575) 234-5959 01/24/2022 Title Office Assistant Field Manager Lands & Minerals Carlsbad Field Office 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 to conduct operations thereon.

APPROVED WITH CONDITIONS Released to Imaging: 2/7/2022 10:08:32 AM Approval Date: 01/24/2022

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 the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Conditions of approval, if any, are attached.

#### **Additional Operator Remarks**

#### **Location of Well**

0. SHL: NENW / 818 FNL / 2061 FWL / TWSP: 20S / RANGE: 28E / SECTION: 26 / LAT: 32.549586 / LONG: -104.150336 ( TVD: 0 feet, MD: 0 feet )
PPP: NENW / 1310 FNL / 2553 FWL / TWSP: 20S / RANGE: 28E / SECTION: 26 / LAT: 32.5480013 / LONG: -104.1504276 ( TVD: 8912 feet, MD: 9316 feet )
PPP: SENW / 1343 FNL / 2478 FWL / TWSP: 20S / RANGE: 28E / SECTION: 27 / LAT: 32.5480233 / LONG: -104.1662722 ( TVD: 8820 feet, MD: 14200 feet )
PPP: SENE / 1355 FNL / 119 FEL / TWSP: 20S / RANGE: 28E / SECTION: 27 / LAT: 32.548011 / LONG: -104.157511 ( TVD: 8870 feet, MD: 11500 feet )
PPP: NWNW / 1310 FNL / 278 FWL / TWSP: 20S / RANGE: 28E / SECTION: 27 / LAT: 32.549401 / LONG: -104.170707 ( TVD: 8778 feet, MD: 16400 feet )
BHL: NWNW / 1310 FNL / 20 FWL / TWSP: 20S / RANGE: 28E / SECTION: 28 / LAT: 32.548148 / LONG: -104.191429 ( TVD: 8674 feet, MD: 21978 feet )

#### **BLM Point of Contact**

Name: Candy Vigil

Title: LIE

Phone: (575) 234-5982 Email: cvigil@blm.gov 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

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) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name					
30-015-49253	3713						
Property Code	Well Number						
332317	BURTON FLAT 26-	BURTON FLAT 26-28 FED STATE COM					
OGRID No.	Opera	ator Name	Elevation				
6137	DEVON ENERGY PROI	DUCTION COMPANY, L.P.	3236.2'				

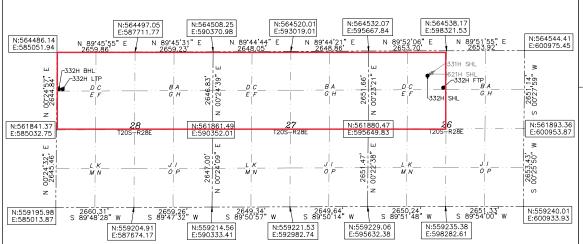
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
С	26	20-S	28-E		818	NORTH	2061	WEST	EDDY

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	28	20-S	28-E		1310	NORTH	20	WEST	EDDY
Dedicated Acres   Joint or Infill   Consolidation Code					der No.				
800									

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



BURTON FLAT 26-28
FED STATE COM 332H
EL:3235.2'
LAT:32.549586
LON:104.150336
N:563718.44
E:597723.55
FIRST TAKE POINT
1310' FNL 2553' FWL SEC. 26
LAT:32.548235
LON:104.148754
N:56327.91
E:598211.91
LAST TAKE POINT
1310' FNL 100' FWL SEC. 28
LAT:32.548149
LON:104.191169
N:563176.50
E:585142.44
BOTTOM OF HOLE
LAT:32.548148
LON:104.191429
N:563176.18
E:585062.43

#### OPERATOR CERTIFICATION

I hereby certify that the information 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 or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature Drein

08/31/21 Date

CHELSEY GREEN
Printed Name

Fillited Name

 $\underline{ CHELSEY.GREEN@DVN.COM}_{\textbf{E-mail}} \ \, \textbf{Address}$ 

#### 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.

03/2021

Date of Survey

Signature & Seal Am professional Surveyor

22404

REV: 08/17/2021

Certificate No. 22404 B.L. LAMAN

DRAWN BY: CM

Intent	t X	As Dril	led								
API#											
DEV	Operator Name: DEVON ENERGY PRODUCTION COMPANY, LP.						perty Name RTON FLA M		FED STA	TE	Well Number 332H
Kick C	Off Point	(KOP)									
UL	Section 26	Township 20S	Range 28E	Lot	Feet 1362		From N/S NORTH	Feet <b>2553</b>	From E/W WEST	County EDDY	
Latitu 32.5	ide 547998	358	I		Longitu		7540		I	NAD 83	
First 1	Гаке Poir	nt (FTP)								,	
C	Section 26	Township 20-S	Range 28-E	Lot	Feet 1310		From N/S NORTH	Feet <b>2553</b>	From E/W WEST	County	,
Latitude   Longitude   32.548235   104.148754   83											
Last T	ake Poin	t (LTP)									
UL D	Section 28	Township 20-S	Range 28-E	Lot	Feet 1310		n N/S Feet				
Latitu 32.	5481	49			Longitu 104		1169	1	NAD 83		
Is this	s well the	defining v	vell for th	e Horiz	ontal S <sub>l</sub>	pacing	g Unit?	YES			
Is this	s well an	infill well?		NO	]						
	l is yes p ng Unit.	lease prov	ide API if a	availab	le, Ope	rator I	Name and v	well numbe	er for Defini	ng well fo	r Horizontal
API#											
Ope	rator Nar	me:				Prop	perty Name	:			Well Number
											K7 06/29/2018

KZ 06/29/2018

### State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

# NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

# Section 1 – Plan Description Effective May 25, 2021

I. Operator: DEVON EN	NERGY PRODUC	CTION COMPANY, LP	_ OGRID:	6137	Date:	01 /25 / 2022					
II. Type: 🛛 Original 🗆	] Amendment	due to □ 19.15.27.9	9.D(6)(a) NMA	C □ 19.15.27.9.D(	6)(b) NMAC 🗆 (	Other.					
If Other, please describe:											
III. Well(s): Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.											
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D					
See attachment											
IV. Central Delivery Point Name: See attachment [See 19.15.27.9(D)(1) NMA  V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled proposed to be recompleted from a single well pad or connected to a central delivery point.  Well Name API Spud Date TD Reached Completion Initial Flow First Production Date Commencement Date Back Date Date											
See attachment											
VI. Separation Equipment:   Attach a complete description of how Operator will size separation equipment to optimize gas capture.  VII. Operational Practices:   Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.  VIII. Best Management Practices:   Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.											

#### NATURAL GAS MANAGEMENT PLAN Section 1 - Plan Description

III. Well(s): Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

									Anticipated	
							Anticipated Oil	Anticipated Gas	Produced Water	Central Delivery Point
Well Name	API	ULSTR		FOO	TAGES		BBL/D	MCF/D	BBL/D	Name:
BURTON FLAT 26-28 Fed State Com 331H		26-20S-28E	785	NL	2111	FWL	(+/-)973bopd	(+/-)2194mcfd	(+/-)2965bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 621H		26-20S-28E	802	NL	2086	FWL	(+/-)1245bopd	(+/-)2995mcfd	(+/-)3115bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 332H		26-20S-28E	818	NL	2061	FWL	(+/-)973bopd	(+/-)2194mcfd	(+/-)2965bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 622H		26-20S-28E	1951	NL	2518	FWL	(+/-)1245bopd	(+/-)2995mcfd	(+/-)3115bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 333H		26-20S-28E	1981	NL	2518	FWL	(+/-)973bopd	(+/-)2194mcfd	(+/-)2965bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 334H		26-20S-28E	2011	NL	2518	FWL	(+/-)973bopd	(+/-)2194mcfd	(+/-)2965bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 620H		26-20S-28E	2041	NL	2518	FWL	(+/-)1245bopd	(+/-)2995mcfd	(+/-)3115bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 623H		26-20S-28E	866	SL	2438	FWL	(+/-)1245bopd	(+/-)2995mcfd	(+/-)3115bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 335H		26-20S-28E	836 1	SL	2438	FWL	(+/-)973bopd	(+/-)2194mcfd	(+/-)2965bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 624H		26-20S-28E	806	SL	2438	FWL	(+/-)1245bopd	(+/-)2995mcfd	(+/-)3115bwpd	BFDU 26 FACILITY 1
BURTON FLAT 26-28 Fed State Com 336H		26-20S-28E	776	SL	2438	FWL	(+/-)973bopd	(+/-)2194mcfd	(+/-)2965bwpd	BFDU 26 FACILITY 1

V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

				Completion		First
	1	1	TD Reached	Commencem	Initial Flow	Production
Well Name	API	Spud Date	Date	ent Date	back Date	Date
BURTON FLAT 26-28 Fed State Com 331H	n/a	6/7/2022	7/7/2022	11/4/2022	11/4/2022	11/4/2022
BURTON FLAT 26-28 Fed State Com 621H	n/a	4/28/2022	5/28/2022	9/25/2022	9/25/2022	9/25/2022
BURTON FLAT 26-28 Fed State Com 332H	n/a	5/22/2022	6/21/2022	10/19/2022	10/19/2022	10/19/2022
BURTON FLAT 26-28 Fed State Com 622H	n/a	4/29/2022	5/29/2022	9/26/2022	9/26/2022	9/26/2022
BURTON FLAT 26-28 Fed State Com 333H	n/a	5/23/2022	6/22/2022	10/20/2022	10/20/2022	10/20/2022
BURTON FLAT 26-28 Fed State Com 334H	n/a	6/7/2022	7/7/2022	11/4/2022	11/4/2022	11/4/2022
BURTON FLAT 26-28 Fed State Com 620H	n/a	7/19/2022	8/18/2022	12/16/2022	12/16/2022	12/16/2022
BURTON FLAT 26-28 Fed State Com 623H	n/a	5/27/2022	6/26/2022	10/24/2022	10/24/2022	10/24/2022
BURTON FLAT 26-28 Fed State Com 335H	n/a	6/19/2022	7/19/2022	11/16/2022	11/16/2022	11/16/2022
BURTON FLAT 26-28 Fed State Com 624H	n/a	5/3/2022	6/2/2022	9/30/2022	9/30/2022	9/30/2022
BURTON FLAT 26-28 Fed State Com 336H	n/a	7/3/2022	8/2/2022	11/30/2022	11/30/2022	11/30/2022

<sup>\*</sup> Dates subject to change

# Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

🖾 Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

#### IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

#### X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

XI. Map. $\square$ Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) of	onnecting the
production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum dai	ily capacity of
the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.	

XII. Line Capacity. The natural g	gas gathering system [	□ will □ will not 1	have capacity to ga	ather 100% of the	anticipated na	itural gas
production volume from the well p	rior to the date of first	t production.				

XIII.	Line Pressure.	Operator [	□ does □ d	loes not ar	nticipate th	at its existi	ng well(s)	connected to	the same s	segment,	or portion	, of the
natura	l gas gathering	system(s)	described ab	ove will	continue to	meet antic	ipated incr	eases in line	pressure ca	aused by	the new w	rell(s).

$\overline{}$	72		2 12		4		100	2 1012	
	Attach (	Operator	c nlan t	o manage	production	in recnonce	to the incre	ased line pressure	•

XIV. Confidentiality:   Operator assert	s confidentiality pursuant	to Section 71-2-8	NMSA 1978 for the	information provided in
Section 2 as provided in Paragraph (2) of S	ubsection D of 19.15.27.9	NMAC, and attache	es a full description o	of the specific information
for which confidentiality is asserted and the	basis for such assertion.			

# Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

- ☑ Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or
- D Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. If Operator checks this box, Operator will select one of the following:

Well Shut-In. ☐ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

Venting and Flaring Plan. □ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

- (a) power generation on lease;
- (b) power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- (t) reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

# **Section 4 - Notices**

- 1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:
- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature:
Printed Name: Lindsey N. Miles
Title: Land Manager
E-mail Address:
Date:
Phone:
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:



#### VI. Separation Equipment

Devon Energy Production Company, L.P. utilizes a "stage separation" process in which oil and gas separation is carried out through a series of separators operating at successively reduced pressures. Hydrocarbon liquids are produced into a high-pressure inlet separator, then carried through one or more lower pressure separation vessels before entering the storage tanks. The purpose of this separation process is to attain maximum recovery of liquid hydrocarbons from the fluids and allow maximum capture of produced gas into the sales pipeline. Devon utilizes a series of Low-Pressure Compression units to capture gas off the staged separation and send it to the sales pipeline. This process minimizes the amount of flash gas that enters the end-stage storage tanks that is subsequently vented or flared.



#### VII. Operational Practices

Devon Energy Production Company, L. P. will employ best management practices and control technologies to maximize the recovery and minimize waste of natural gas through venting and flaring.

- During drilling operations, Devon will utilize flares and/or combustors to capture and control
  natural gas, where technically feasible. If flaring is deemed technically in-feasible, Devon will
  employ best management practices to minimize or reduce venting to the extent possible.
- During completions operations, Devon will utilize Green Completion methods to capture gas
  produced during well completions that is otherwise vented or flared. If capture is technically
  in-feasible, flares and/or combustors will be used to capture and control flow back fluids
  entering into frac tanks during initial flowback. Upon indication of first measurable hydrocarbon
  volumes, Devon will turn operations to onsite separation vessels and flow to the gathering
  pipeline.
- During production operations, Devon will take every practical effort to minimize waste of natural gas through venting and flaring by:
  - Designing and constructing facilities in a manner consistent to achieve maximum capture and control of hydrocarbon liquids & produced gas
  - O Utilizing a closed-loop capture system to collect and route produced gas to sales line via low pressure compression, or to a flare/combustor
  - Flaring in lieu of venting, where technically feasible
  - Utilizing auto-ignitors or continuous pilots, with thermocouples connected to Scada, to quickly detect and resolve issues related to malfunctioning flares/combustors
  - Employ the use of automatic tank gauging to minimize storage tank venting during loading events
  - o Installing air-driven or electric-driven pneumatics & combustion engines, where technically feasible to minimize venting to the atmosphere
  - Confirm equipment is properly maintained and repaired through a preventative maintenance and repair program to ensure equipment meets all manufacturer specifications
  - Conduct and document AVO inspections on the frequency set forth in Part 27 to detect and repair any onsite leaks as quickly and efficiently as is feasible



VIII. Best Management Practices during Maintenance

Devon Energy Production Company, L.P. will utilize best management practices to minimize venting during active and planned maintenance activities. Devon is operating under guidance that production facilities permitted under NOI permits have no provisions to allow high pressure flaring and high pressure flaring is only allowed in disruption scenarios so long as the duration is less than eight hours. When technically feasible, flaring during maintenance activities will be utilized in lieu of venting to the atmosphere. Devon will work with third-party operators during scheduled maintenance of downstream pipeline or processing plants to address those events ahead of time to minimize venting. Actions considered include identifying alternative capture approaches or planning to temporarily reduce production or shut in the well to address these circumstances.

# 1. Geologic Formations

TVD of target	8676	Pilot hole depth	N/A
MD at TD:	21978	Deepest expected fresh water	

#### Basin

Dasiii		777 777	
	Depth	Water/Mineral	
Formation	(TVD)	Bearing/Target	Hazards*
	from KB	Zone?	
Rustler	85		
Salt	241		
Base of Salt	500		
Lamar	616		
Capitan Reef Top	1088		
Delaware	3012		
Cherry Canyon	3202		
Brushy Canyon	3849		
1st Bone Spring Lime	5399		
Bone Spring 1st	6583		
Bone Spring 2nd	7263		
3rd Bone Spring Lime	7615		
Bone Spring 3rd	8544		

<sup>\*</sup>H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

Hole Size	Csg. Size	Wt (PPF)	Grade	Conn	Top (MD)	Bottom (MD)	Top (TVD)	Bottom (TVD)
26	20	94.0	J-55	STC	0	110 MD	0	110 TVD
17 1/2	13 3/8	48.0	H40	BTC	0	1038 MD	0	1038 TVD
12 1/4	9 5/8	40.0	J-55	BTC	0	2987 MD	0	2987 TVD
8 3/4	5 1/2	17.0	P110	BTC	0	21978 MD	0	8676 TVD

- All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 IILB.1.h Must have table for contingency casing.
- The Rustler top will be validated via drilling parameters (i.e. reduction in ROP), and the surface casing setting depth will be revised accordingly. In addition, surface casing will be set a minimum of 25' above the top of the salt.

3. Cementing Program (3-String Primary Design)

Casing	# Sks	TOC	Wt. (lb/gal)	Yld (ft3/sack)	Slurry Description
Surface	260	Surf	13.2	1.4	Lead: Class C Cement + additives
Int	152	Surf	9.0	3.3	Lead: Class C Cement + additives
IIIt	339	500' above shoe	13.2	1.4	Tail: Class H / C + additives
Int 1	242	Surf	9.0	3.3	Lead: Class C Cement + additives
1111. 1	154	500' above shoe	13.2	1.4	Tail: Class H / C + additives
Int 1	As Needed	Surf	0.0	3.3	Squeeze Lead: Class C Cement + additives
Intermediate	152	Surf	9.0	3.3	Lead: Class C Cement + additives
Squeeze	339	500' above shoe	13.2	1.4	Tail: Class H / C + additives
Production	675	50' above Capitan	9.0	3.3	Lead: Class H /C + additives
Troduction	2619	КОР	13.2	1.4	Tail: Class H / C + additives

If a DV tool is ran the depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. Slurry weights will be adjusted based on estimated fracture gradient of the formation. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. If cement is not returned to surface during the primary cement job on the surface casing string, a planned top job will be conducted immediately after completion of the primary job.

Casing String	% Excess
Surface	50%
Intermediate and Intermediate 1	30%
Production	10%

4. Pressure Control Equipment (Four String Design)

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре		✓	Tested to:					
			Anı	nular		n/a					
T.,,4			Bline	d Ram							
Int			Pipe	Ram		500mg;					
			Doub	le Ram		500psi					
			Other*	Diverter	X						
		5M	Annular		X	50% of rated working pressure					
Int 1	13-5/8"		Blind Ram		X	5M					
1111. 1			Pipe Ram								
								Doub	le Ram	X	3101
			Other*								
			Annul	ar (5M)	X	50% of rated working pressure					
Production	13-5/8"	5M	Blind Ram Pipe Ram		X	5M					
rioduction	13-3/8	JIVI									
			Doub	le Ram	X	] 31/1					
			Other*								

Other\*By definition, the diverter will only be used to divert flow from the well and not to shut in the well. Prior to drilling out, the diverter will be tested to 250 PSI to ensure functionality.

5. Mud Program (Four String Design)

Section	Туре	Weight (ppg)
Surface	WBM	8.5-9
Intermediate	DBE / Cut Brine	10-10.5
Intermediate 1	WBM	8.5-9
Production	WBM	8.5-9

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

XXII	D17E/D /17' 13.6 '.
What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring

6. Logging and Testing Procedures

Logging, C	Logging, Coring and Testing					
	Will run GR/CNL from TD to surface (horizontal well - vertical portion of hole). Stated logs run will be in the					
X	Completion Report and sbumitted to the BLM.					
	No logs are planned based on well control or offset log information.					
	Drill stem test? If yes, explain.					
	Coring? If yes, explain.					

Additional	logs planned	Interval
	Resistivity	
	Density	
X	CBL	Production casing
X	Mud log	KOP to TD
	PEX	

7. Drilling Conditions

Condition	Specfiy what type and where?
BH pressure at deepest TVD	4060
Abnormal temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogren Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered measured values and formations will be provided to the BLM.

N	H2S is present									
Y	H2S plan attached.									

#### 8. Other facets of operation

Is this a walking operation? Potentially

- 1 If operator elects, drilling rig will batch drill the surface holes and run/cement surface casing; walking the rig to next wells on the pad.
- 2 The drilling rig will then batch drill the intermediate sections and run/cement intermediate casing; the wellbore will be isolated with a blind flange and pressure gauge installed for monitoring the well before walking to the next well.
- 3 The drilling rig will then batch drill the production hole sections on the wells with OBM, run/cement production casing, and install TA caps or tubing heads for completions.

NOTE: During batch operations the drilling rig will be moved from well to well however, it will not be removed from the pad until all wells have production casing run/cemented.

#### Will be pre-setting casing? Potentially

- 1 Spudder rig will move in and batch drill surface hole.
  - a. Rig will utilize fresh water based mud to drill surface hole to TD. Solids control will be handled entirely on a closed loop basis.
- 2 After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
- $^{3}$  The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.
- 4 A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead.
- 5 Spudder rig operations is expected to take 4-5 days per well on a multi-well pad.
- 6 The NMOCD will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 7 Drilling operations will be performed with drilling rig. At that time an approved BOP stack will be nippled up and tested on the wellhead before drilling operations commences on each well.
  - a. The NMOCD will be contacted / notified 24 hours before the drilling rig moves back on to the pad with the pre-set surface casing.

# Attachments X Directional Plan Other, describe



#### U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

# **Drilling Plan Data Report**

01/26/2022

**APD ID:** 10400076226 **Submission Date:** 06/18/2021

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: BURTON FLAT 26-28 FED STATE COM Well Number: 332H

Well Type: OIL WELL Well Work Type: Drill

Highlighted data reflects the most recent changes

**Show Final Text** 

# **Section 1 - Geologic Formations**

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
5838552	UNKNOWN	0	0	0	OTHER : SURFACE	NONE	N
5838553	RUSTLER	-85	85	85	SANDSTONE	NONE	N
5838554	TOP SALT	-241	241	241	SALT	NONE	N
5838555	BASE OF SALT	-500	500	500	ANHYDRITE	NONE	N
5838556	BELL CANYON	-3012	3012	3012	SANDSTONE	NATURAL GAS, OIL	N
5838557	CHERRY CANYON	-3202	3202	3202	SANDSTONE	NATURAL GAS, OIL	N
5838558	BRUSHY CANYON	-3849	3849	3849	SANDSTONE	NATURAL GAS, OIL	N
5838559	BONE SPRING LIME	-5399	5399	5399	LIMESTONE	NATURAL GAS, OIL	N
5838562	BONE SPRING 1ST	-6583	6583	6583	SANDSTONE	NATURAL GAS, OIL	N
5838560	BONE SPRING 2ND	-7263	7263	7263	SANDSTONE	NATURAL GAS, OIL	N
5838561	BONE SPRING LIME	-7615	7615	7615	LIMESTONE	NATURAL GAS, OIL	N
5838563	BONE SPRING 3RD	-8544	8544	8544	SANDSTONE, SHALE	NATURAL GAS, OIL	Y
5838564	WOLFCAMP	-8949	8949	8949	SHALE	NATURAL GAS, OIL	N

#### **Section 2 - Blowout Prevention**



# Commitment Runs Deep



Design Plan
Operation and Maintenance Plan
Closure Plan

SENM - Closed Loop Systems June 2010

### I. Design Plan

Devon uses MI SWACO closed loop system (CLS). The MI SWACO CLS is designed to maintain drill solids at or below 5%. The equipment is arranged to progressively remove solids from the largest to the smallest size. Drilling fluids can thus be reused and savings is realized on mud and disposal costs. Dewatering may be required with the centrifuges to insure removal of ultra fine solids.

The drilling location is constructed to allow storm water to flow to a central sump normally the cellar. This insures no contamination leaves the drilling pad in the event of a spill. Storm water is reused in the mud system or stored in a reserve fluid tank farm until it can be reused. All lubricants, oils, or chemicals are removed immediately from the ground to prevent the contamination of storm water. An oil trap is normally installed on the sump if an oil spill occurs during a storm.

A tank farm is utilized to store drilling fluids including fresh water and brine fluids. The tank farm is constructed on a 20 ml plastic lined, bermed pad to prevent the contamination of the drilling site during a spill. Fluids from other sites may be stored in these tanks for processing by the solids control equipment and reused in the mud system. At the end of the well the fluids are transported from the tank farm to an adjoining well or to the next well for the rig.

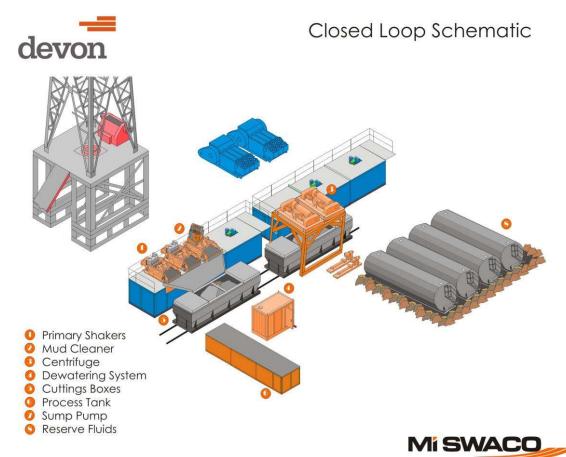
Prior to installing a closed-loop system on site, the topsoil, if present, will be stripped and stockpiled for use as the final cover or fill at the time of closure.

Signs will be posted on the fence surrounding the closed-loop system unless the closed-loop system is located on a site where there is an existing well, that is operated by Devon.

#### II. Operations and Maintenance Plan

*Primary Shakers:* The primary shakers make the first removal of drill solids from the drilling mud as it leaves the well bore. The shakers are sized to handle maximum drilling rate at optimal screen size. The shakers normally remove solids down to 74 microns.

Mud Cleaner: The Mud Cleaner cleans the fluid after it leaves the shakers. A set of hydrocyclones are sized to handle 1.25 to 1.5 times the maximum circulating rate. This ensures all the fluid is being processed to an average cut point of 25 microns. The wet discharged is dewatered on a shaker equipped with ultra fine mesh screens and generally cut at 40 microns.



Centrifuges: The centrifuges can be one or two in number depending on the well geometry or depth of well. The centrifuges are sized to maintain low gravity solids at 5% or below. They may or may not need a dewatering system to enhance the removal rates. The centrifuges can make a cut point of 8-10 microns depending on bowl speed, feed rate, solids loading and other factors.

The centrifuge system is designed to work on the active system and be flexible to process incoming fluids from other locations. This set-up is also dependant on well factors.

Dewatering System: The dewatering system is a chemical mixing and dosing system designed to enhance the solids removal of the centrifuge. Not commonly used in shallow wells. It may contain pH adjustment, coagulant mixing and dosing, and polymer mixing and dosing. Chemical flocculation binds ultra fine solids into a mass that is within the centrifuge operating design. The

dewatering system improves the centrifuge cut point to infinity or allows for the return of clear water or brine fluid. This ability allows for the ultimate control of low gravity solids.

Cuttings Boxes: Cuttings boxes are utilized to capture drill solids that are discarded from the solids control equipment. These boxes are set upon a rail system that allows for the removal and replacement of a full box of cuttings with an empty one. They are equipped with a cover that insures no product is spilled into the environment during the transportation phase.

*Process Tank*: (Optional) The process tank allows for the holding and process of fluids that are being transferred into the mud system. Additionally, during times of lost circulation the process tank may hold active fluids that are removed for additional treatment. It can further be used as a mixing tank during well control conditions.

Sump and Sump Pump: The sump is used to collect storm water and the pump is used to transfer this fluid to the active system or to the tank for to hold in reserve. It can also be used to collect fluids that may escape during spills. The location contains drainage ditches that allow the location fluids to drain to the sump.

Reserve Fluids (Tank Farm): A series of frac tanks are used to replace the reserve pit. These are steel tanks that are equipped with a manifold system and a transfer pump. These tanks can contain any number of fluids used during the drilling process. These can include fresh water, cut brine, and saturated salt fluid. The fluid can be from the active well or reclaimed fluid from other locations. A 20 ml liner and berm system is employed to ensure the fluids do not migrate to the environment during a spill.

If a leak develops, the appropriate division district office will be notified within 48 hours of the discovery and the leak will be addressed. Spill prevention is accomplished by maintaining pump packing, hoses, and pipe fittings to insure no leaks are occurring. During an upset condition the source of the spill is isolated and repaired as soon as it is discovered. Free liquid is removed by a diaphragm pump and returned to the mud system. Loose topsoil may be used to stabilize the spill and the contaminated soil is excavated and placed in the cuttings boxes. After the well is finished and the rig has moved, the entire location is scrapped and testing will be performed to determine if a release has occurred.

All trash is kept in a wire mesh enclosure and removed to an approved landfill when full. All spent motor oils are kept in separate containers and they are removed and sent to an approved recycling center. Any spilled lubricants, pipe

dope, or regulated chemicals are removed from soil and sent to landfills approved for these products.

These operations are monitored by Mi Swaco service technicians. Daily logs are maintained to ensure optimal equipment operation and maintenance. Screen and chemical use is logged to maintain inventory control. Fluid properties are monitored and recorded and drilling mud volumes are accounted for in the mud storage farm. This data is kept for end of well review to insure performance goals are met. Lessons learned are logged and used to help with continuous improvement.

A MI SWACO field supervisor manages from 3-5 wells. They are responsible for training personnel, supervising installations, and inspecting sites for compliance of MI SWACO safety and operational policy.

#### III. Closure Plan

A maximum 340' X 340' caliche pad is built per well. All of the trucks and steel tanks fit on this pad. All fluid cuttings go to the steel tanks to be hauled by various trucking companies to an agency approved disposal.



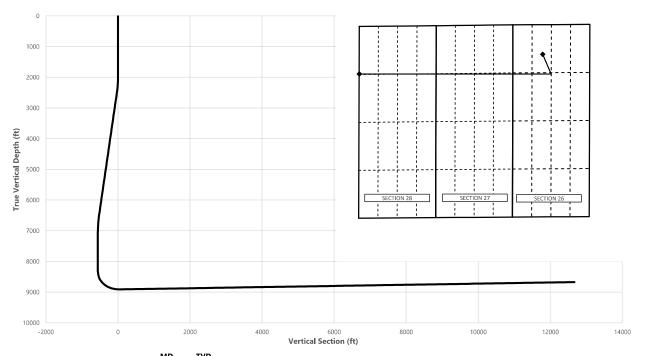
County: Eddy
Wellbore: Permit Plan
Design: Permit Plan #1

Geodetic System: US State Plane 1983

Datum: North American Datum 1927

Ellipsoid: Clarke 1866 Zone: 3001 - NM East (NAD83)

MD	INC	AZI	TVD	NS	EW	VS	DLS	
(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	Comment
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	SHL
2000.00	0.00	133.00	2000.00	0.00	0.00	0.00	0.00	Start Tangent
2500.00	10.00	133.00	2497.47	-29.68	31.83	-30.53	2.00	Ho <b>l</b> d Tangent
6577.55	10.00	133.00	6513.07	-512.58	549.67	-527.24	0.00	Drop to Vertical
7077.55	0.00	133.00	7010.54	-542.26	581.50	-557.77	2.00	Ho <b>l</b> d Vertical
8406.16	0.00	270.00	8339.14	-542.26	581.50	-557.77	0.00	KOP
9316.93	91.08	270.00	8912.00	-542.26	-2.23	25.42	10.00	Landing Point
21978.06	91.08	270.00	8674.00	-542.26	-12661.12	12672.73	0.00	BHL



MD	טעו
(ft)	(ft)
0.00	0.00
241.00	241.00
500.00	500.00
616.00	616.00
3022.47	3012.00
3215.40	3202.00
3872.38	3849.00
5446.30	5399.00
6648.41	6583.00
7330.02	7263.00
7682.02	7615.00
8615.65	8544.00
21898.06	8675.52
	0.00 241.00 500.00 616.00 3022.47 3215.40 3872.38 5446.30 6648.41 7330.02 7682.02 8615.65

	MD	TVD	Lat	Long	Section Footages
	(ft)	(ft)	(°)	(°)	
SHL	0.00	0.00	32.5495	-104.1504	818' FNL, 2061' FWL of Sec 26 in T20S, R28E
КОР	8406.16	8339.14	32.5480	-104.1485	1362' FNL, 2647' FWL of Sec 26 in T20S, R28E
<b>Point of Penetration</b>	8615.65	8544.00	32.5482	-104.1488	1310' FNL , 2553' FWL of Sec 26 in T20S, R28E
Exit	21898.06	8675.52	32.5481	-104.1912	1310' FNL, 100' FWL of Sec 28 in T20S, R28E
BHL	21978.06	8674.00	32.5481	-104.1915	1310' FNL. 20' FWL of Sec 28 in T20S. R28E



Well: BURTON FLAT 26-28 FED COM 332H

County: Eddy

Datum: North American Datum 1927

Wellbore: Permit Plan

Design: Permit Plan #1

Geodetic System: US State Plane 1983

Datum: North American Datum 1927

Ellipsoid: Clarke 1866

Zone: 3001 - NM East (NAD83)

Design: Permit Plan #1						<b>Zone:</b> 3001 - NM East (NAD83)					
MD	INC	AZI	TVD	NS	EW	VS	DLS	Comment			
(ft) 0.00	(°) 0.00	(°) 0.00	(ft) 0.00	(ft) 0.00	(ft) 0.00	(ft) 0.00	(°/100ft) 0.00	SHL			
85.00	0.00	133.00	85.00	0.00	0.00	0.00	0.00	Rustler			
100.00	0.00	133.00	100.00	0.00	0.00	0.00	0.00				
200.00	0.00	133.00	200.00	0.00	0.00	0.00	0.00				
241.00	0.00	133.00	241.00	0.00	0.00	0.00	0.00	Salt			
300.00	0.00	133.00	300.00	0.00	0.00	0.00	0.00				
400.00	0.00	133.00	400.00	0.00	0.00	0.00	0.00				
500.00	0.00	133.00	500.00	0.00	0.00	0.00	0.00	Base of Salt,			
600.00 616.00	0.00	133.00 133.00	600.00 616.00	0.00	0.00 0.00	0.00 0.00	0.00	Lamar			
700.00	0.00	133.00	700.00	0.00 0.00	0.00	0.00	0.00	Lamar			
800.00	0.00	133.00	800.00	0.00	0.00	0.00	0.00				
900.00	0.00	133.00	900.00	0.00	0.00	0.00	0.00				
1000.00	0.00	133.00	1000.00	0.00	0.00	0.00	0.00				
1100.00	0.00	133.00	1100.00	0.00	0.00	0.00	0.00				
1200.00	0.00	133.00	1200.00	0.00	0.00	0.00	0.00				
1300.00	0.00	133.00	1300.00	0.00	0.00	0.00	0.00				
1400.00	0.00	133.00	1400.00	0.00	0.00	0.00	0.00				
1500.00 1600.00	0.00	133.00 133.00	1500.00 1600.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00				
1700.00	0.00	133.00	1700.00	0.00	0.00	0.00	0.00				
1800.00	0.00	133.00	1800.00	0.00	0.00	0.00	0.00				
1900.00	0.00	133.00	1900.00	0.00	0.00	0.00	0.00				
2000.00	0.00	133.00	2000.00	0.00	0.00	0.00	0.00	Start Tangent			
2100.00	2.00	133.00	2099.98	<b>-</b> 1.19	1.28	-1.22	2.00				
2200.00	4.00	133.00	2199.84	<del>-</del> 4.76	5.10	<b>-</b> 4.90	2.00				
2300.00	6.00	133.00	2299.45	-10.70	11.48	-11.01	2.00				
2400.00	8.00	133.00	2398.70	-19.01	20.39	-19.56	2.00	11 I I T			
2500.00 2600.00	10.00 10.00	133.00 133.00	2497.47 2595.95	-29.68 -41.53	31.83 44.53	-30.53 -42.71	2.00 0.00	Hold Tangent			
2700.00	10.00	133.00	2694.43	-53.37	57.23	-54.89	0.00				
2800.00	10.00	133.00	2792.91	-65.21	69.93	-67.08	0.00				
2900.00	10.00	133.00	2891.39	-77.05	82.63	<del>-</del> 79.26	0.00				
3000.00	10.00	133.00	2989.87	-88.90	95.33	<b>-</b> 91.44	0.00				
3022.47	10.00	133.00	3012.00	-91.56	98.18	-94.18	0.00	Delaware			
3100.00	10.00	133.00	3088.35	-100.74	108.03	-103.62	0.00				
3200.00	10.00	133.00	3186.83	-112.58	120.73	-115.80	0.00				
3215.40 3300.00	10.00 10.00	133.00 133.00	3202.00 3285.31	-114.41 -124.42	122.69 133.43	-117.68 -127.98	0.00	Cherry Canyon			
3400.00	10.00	133.00	3383.79	-136.27	146.13	-140.16	0.00				
3500.00	10.00	133.00	3482.27	-148.11	158.83	-152.35	0.00				
3600.00	10.00	133.00	3580.75	-159.95	171.53	<b>-</b> 164.53	0.00				
3700.00	10.00	133.00	3679.23	-171.80	184.23	<b>-</b> 176.71	0.00				
3800.00	10.00	133.00	3777.72	-183.64	196.93	-188.89	0.00				
3872.38	10.00	133.00	3849.00	-192.21	206.12	-197.71	0.00	Brushy Canyon			
3900.00	10.00	133.00	3876.20	-195.48	209.63	-201.07	0.00				
4000.00 4100.00	10.00 10.00	133.00 133.00	3974.68 4073.16	-207.32 -219.17	222.33	-213.25 -225.43	0.00				
4200.00	10.00	133.00	4073.16 4171.64	-219.17 -231.01	235.03 247.73	-225.43 -237.62	0.00				
4300.00	10.00	133.00	4270.12	-242.85	260.43	-249.80	0.00				
4400.00	10.00	133.00	4368.60	-254.69	273.13	-261.98	0.00				
4500.00	10.00	133.00	4467.08	-266.54	285.83	<b>-</b> 274.16	0.00				
4600.00	10.00	133.00	4565.56	-278.38	298.53	-286.34	0.00				
4700.00	10.00	133.00	4664.04	-290.22	311.23	-298.52	0.00				
4800.00	10.00	133.00	4762.52	-302.07	323.93	-310.70	0.00				
4900.00 5000.00	10.00 10.00	133.00 133.00	4861.00 4959.48	-313.91 -325.75	336.63 349.33	-322.89 -335.07	0.00 0.00				
5100.00	10.00	133.00	5057.97	-323.73 -337.59	362.03	-333.07 -347.25	0.00				
5200.00	10.00	133.00	5156.45	-349.44	374.73	-359.43	0.00				
5300.00	10.00	133.00	5254.93	-361.28	387.43	-371.61	0.00				
5400.00	10.00	133.00	5353.41	-373.12	400.13	-383.79	0.00				
5446.30	10.00	133.00	5399.00	-378.60	406.01	-389.43	0.00	1st Bone Spring Lime			
5500.00	10.00	133.00	5451.89	-384.96	412.83	-395.97	0.00				
5600.00	10.00	133.00	5550.37	-396.81	425.53	-408.16	0.00				
5700.00 5800.00	10.00 10.00	133.00 133.00	5648.85 5747.33	-408.65 -420.49	438.23 450.93	-420.34 -432.52	0.00 0.00				
5900.00	10.00	133.00	5845.81	-420.49 -432.34	463.62	-432.32 -444.70	0.00				
6000.00	10.00	133.00	5944.29	-444.18	476.32	-456.88	0.00				
6100.00	10.00	133.00	6042.77	-456.02	489.02	-469.06	0.00				
6200.00	10.00	133.00	6141.25	-467.86	501.72	-481.24	0.00				



County: Eddy
Wellbore: Permit Plan
Design: Permit Plan #1

Geodetic System: US State Plane 1983

**Datum:** North American Datum 1927 **Ellipsoid:** Clarke 1866

	Design:	Permit Plan	#1			<b>Zone:</b> 3001 - NM East (NAD83)				
MD (ft)	INC (°)	<b>AZI</b> (°)	TVD (ft)	NS (ft)	EW (ft)	VS (ft)	<b>DLS</b> (°/100ft)	Comment		
6300.00	10.00	133.00	6239.73	-479.71	514.42	-493.43	0.00			
6400.00	10.00	133.00	6338.22	<b>-</b> 491.55	527.12	-505.61	0.00			
6500.00	10.00	133.00	6436.70	-503.39	539.82	-517.79	0.00			
6577.55	10.00	133.00	6513.07	-512.58	549.67	-527.24	0.00	Drop to Vertical		
6600.00 6648.41	9.55 8.58	133.00 133.00	6535.19 6583.00	-515.18 -520.38	552.46 558.04	-529.91 -535.26	2.00 2.00	Bone Spring 1st		
6700.00	7.55	133.00	6634.08	-525.32	563.33	-535.26 -540.34	2.00	bone spring is:		
6800.00	5.55	133.00	6733.42	-533.10	571.68	-548.34	2.00			
6900.00	3.55	133.00	6833.10	-538.51	577.48	-553.91	2.00			
7000.00	1.55	133.00	6932.99	<del>-</del> 541.54	580.74	<b>-</b> 557.03	2.00			
7077.55	0.00	133.00	7010.54	<b>-</b> 542.26	581.50	-557.77	2.00	Hold Vertical		
7100.00	0.00	270.00	7032.98	<b>-</b> 542.26	581.50	-557.77	0.00			
7200.00	0.00	270.00	7132.98	-542.26	581.50	<b>-</b> 557.77	0.00			
7300.00 7330.02	0.00	270.00 270.00	7232.98 7263.00	-542.26 -542.26	581.50 581.50	-557.77 -557.77	0.00	Bone Spring 2nd		
7400.00	0.00	270.00	7332.98	-542.26	581.50	-557.77	0.00	bone spring and		
7500.00	0.00	270.00	7432.98	-542.26	581.50	-557.77	0.00			
7600.00	0.00	270.00	7532.98	<del>-</del> 542.26	581.50	<b>-</b> 557.77	0.00			
7682.02	0.00	270.00	7615.00	<b>-</b> 542.26	581.50	-557.77	0.00	3rd Bone Spring Lime		
7700.00	0.00	270.00	7632.98	<b>-</b> 542.26	581.50	-557.77	0.00			
7800.00	0.00	270.00	7732.98	<b>-</b> 542.26	581.50	-557.77	0.00			
7900.00 8000.00	0.00	270.00 270.00	7832.98 7932.98	-542.26 -542.26	581.50 581.50	-557.77 -557.77	0.00			
8100.00	0.00	270.00	7932.98 8032.98	-542.26 -542.26	581.50 581.50	-557.77 -557.77	0.00			
8200.00	0.00	270.00	8132.98	-542.26	581.50	-557.77	0.00			
8300.00	0.00	270.00	8232.98	-542.26	581.50	-557.77	0.00			
8400.00	0.00	270.00	8332.98	<b>-</b> 542.26	581.50	-557.77	0.00			
8406.16	0.00	270.00	8339.14	<b>-</b> 542.26	581.50	-557.77	0.00	KOP		
8500.00	9.38	270.00	8432.56	<b>-</b> 542.26	573.84	-550.11	10.00			
8600.00	19.38	270.00	8529.31	<b>-</b> 542.26	549.02	<b>-</b> 525.32	10.00	Daniel Carrier and A Daint of Daniel and		
8615.65 8700.00	20.95 29.38	270.00 270.00	8544.00 8620.27	-542.26 -542.26	543.63 507.79	-519.93 -484.12	10.00 10.00	Bone Spring 3rd / Point of Penetration		
8800.00	39.38	270.00	8702.69	-542.26	451.39	-427.77	10.00			
8900.00	49.38	270.00	8774.07	-542.26	381.53	-357.98	10.00			
9000.00	59.38	270.00	8832.23	<b>-</b> 542.26	300.34	<b>-</b> 276.86	10.00			
9100.00	69.38	270.00	8875.41	<b>-</b> 542.26	210.28	-186.89	10.00			
9200.00	79.38	270.00	8902.29	<b>-</b> 542.26	114.10	-90.79	10.00			
9300.00	89.38	270.00	8912.07	-542.26	14.70	8.51	10.00			
9316.93 9400.00	91.08 91.08	270.00 270.00	8912.00 8910.44	-542.26 -542.26	-2.23 -85.28	25.42 108.41	10.00 0.00	Landing Point		
9500.00	91.08	270.00	8908.56	-542.26	-185.26	208.30	0.00			
9600.00	91.08	270.00	8906.68	-542.26	-285.25	308.19	0.00			
9700.00	91.08	270.00	8904.80	<b>-</b> 542.26	<del>-</del> 385.23	408.08	0.00			
9800.00	91.08	270.00	8902.92	<b>-</b> 542.26	<del>-</del> 485.21	507.97	0.00			
9900.00	91.08	270.00	8901.04	<b>-</b> 542.26	<del>-</del> 585.19	607.86	0.00			
10000.00	91.08	270.00	8899.16	<b>-</b> 542.26	-685.17	707.75	0.00			
10100.00 10200.00	91.08 91.08	270.00 270.00	8897.28 8895.40	-542.26 -542.26	-785.16 -885.14	807.64 907.53	0.00			
10200.00	91.08	270.00	8893.52	-542.26 -542.26	-005.14 -985.12	1007.42	0.00			
10400.00	91.08	270.00	8891.64	-542.26	-1085.10	1107.31	0.00			
10500.00	91.08	270.00	8889.76	-542.26	-1185.09	1207.20	0.00			
10600.00	91.08	270.00	8887.88	<b>-</b> 542.27	<b>-</b> 1285.07	1307.09	0.00			
10700.00	91.08	270.00	8886.00	-542.27	-1385.05	1406.99	0.00			
10800.00	91.08	270.00	8884.12	-542.27	-1485.03	1506.88	0.00			
10900.00 11000.00	91.08 91.08	270.00 270.00	8882.24 8880.36	-542.27 -542.27	-1585.02 -1685.00	1606.77 1706.66	0.00 0.00			
11100.00	91.08	270.00	8878.48	-542.27 -542.27	-1784.98	1806.55	0.00			
11200.00	91.08	270.00	8876.61	<b>-</b> 542.27	-1884.96	1906.44	0.00			
11300.00	91.08	270.00	8874.73	<b>-</b> 542.27	<b>-</b> 1984.94	2006.33	0.00			
11400.00	91.08	270.00	8872.85	<b>-</b> 542.27	<b>-</b> 2084.93	2106.22	0.00			
11500.00	91.08	270.00	8870.97	-542.27	-2184.91	2206.11	0.00			
11600.00	91.08	270.00	8869.09	-542.27	-2284.89	2306.00	0.00			
11700.00 11800.00	91.08 91.08	270.00 270.00	8867.21 8865.33	-542.27 -542.27	-2384.87 -2484.86	2405.89 2505.78	0.00 0.00			
11900.00	91.08	270.00	8863.45	-542.27 -542.27	-2464.66 -2584.84	2605.67	0.00			
12000.00	91.08	270.00	8861.57	-542.27	-2684.82	2705.57	0.00			
12100.00	91.08	270.00	8859.69	-542.27	<b>-</b> 2784.80	2805.46	0.00			
12200.00	91.08	270.00	8857.81	-542.27	<b>-</b> 2884.79	2905.35	0.00			
12300.00	91.08	270.00	8855.93	-542.27	-2984.77	3005.24	0.00			
12400.00	91.08	270.00	8854.05	-542.27	-3084.75	3105.13	0.00			



County: Eddy
Wellbore: Permit Plan
Design: Permit Plan #1

Geodetic System: US State Plane 1983

Datum: North American Datum 1927 Ellipsoid: Clarke 1866

Zone: 3001 - NM East (NAD83)

Design: Permit Plan #1						<b>Zone:</b> 3001 - NM East (NAD83)			
MD	INC	AZI	TVD	NS	EW	vs	DLS		
(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	Comment	
12500.00	91.08	270.00	8852.17	-542.27	-3184.73	3205.02	0.00		
12600.00	91.08	270.00	8850.29	-542.27	-3284.72	3304.91	0.00		
12700.00	91.08	270.00	8848.41	<b>-</b> 542.27	-3384.70	3404.80	0.00		
12800.00	91.08	270.00	8846.53	<b>-</b> 542.27	-3484.68	3504.69	0.00		
12900.00	91.08	270.00	8844.65	<b>-</b> 542.27	-3584.66	3604.58	0.00		
13000.00	91.08	270.00	8842.77	-542.27	-3684.64	3704.47	0.00		
13100.00	91.08	270.00	8840.89	-542.28	-3784.63	3804.36	0.00		
13200.00	91.08	270.00	8839.01	-542.28	-3884.61	3904.25	0.00		
13300.00	91.08	270.00	8837.13	-542.28	-3984.59	4004.15	0.00		
13400.00	91.08	270.00	8835.25	-542.28	-4084.57	4104.04	0.00		
13500.00	91.08	270.00	8833.37	-542.28	-4184.56	4203.93	0.00		
13600.00	91.08	270.00	8831.49	-542.28	-4284.54	4303.82	0.00		
13700.00	91.08	270.00	8829.61	-542.28	-4384.52	4403.71	0.00		
13800.00	91.08	270.00	8827.73	-542.28	-4484.50	4503.60	0.00		
	91.08				-4484.30 -4584.49				
13900.00		270.00	8825.86	-542.28		4603.49	0.00		
14000.00	91.08	270.00	8823.98	-542.28	-4684.47	4703.38	0.00		
14100.00	91.08	270.00	8822.10	-542.28	-4784.45	4803.27	0.00		
14200.00	91.08	270.00	8820.22	-542.28	-4884.43	4903.16	0.00		
14300.00	91.08	270.00	8818.34	-542.28	-4984.41	5003.05	0.00		
14400.00	91.08	270.00	8816.46	-542.28	-5084.40	5102.94	0.00		
14500.00	91.08	270.00	8814.58	<b>-</b> 542.28	-5184.38	5202.84	0.00		
14600.00	91.08	270.00	8812.70	<b>-</b> 542.28	-5284.36	5302.73	0.00		
14700.00	91.08	270.00	8810.82	<b>-</b> 542.28	-5384.34	5402.62	0.00		
14800.00	91.08	270.00	8808.94	-542.28	-5484.33	5502.51	0.00		
14900.00	91.08	270.00	8807.06	-542.28	-5584.31	5602.40	0.00		
15000.00	91.08	270.00	8805.18	-542.28	-5684.29	5702.29	0.00		
15100.00	91.08	270.00	8803.30	<b>-</b> 542.28	<b>-</b> 5784.27	5802.18	0.00		
15200.00	91.08	270.00	8801.42	-542.28	-5884.26	5902.07	0.00		
15300.00	91.08	270.00	8799.54	-542.28	-5984.24	6001.96	0.00		
15400.00	91.08	270.00	8797.66	-542.28	-6084.22	6101.85	0.00		
15500.00	91.08	270.00	8795.78	-542.28	-6184.20	6201.74	0.00		
15600.00	91.08	270.00	8793.90	-542.29	-6284.19	6301.63	0.00		
15700.00	91.08	270.00	8792.02	<b>-</b> 542.29	-6384.17	6401.52	0.00		
15800.00	91.08	270.00	8790.14	<b>-</b> 542.29	-6484.15	6501.42	0.00		
15900.00	91.08	270.00	8788.26	-542.29	-6584.13	6601.31	0.00		
16000.00	91.08	270.00	8786.38	-542.29	-6684.11	6701.20	0.00		
16100.00	91.08	270.00	8784.50	-542.29	-6784.10	6801.09	0.00		
16200.00	91.08	270.00	8782.62	-542.29	-6884.08	6900.98	0.00		
16300.00	91.08	270.00	8780.74	-542.29	-6984.06	7000.87	0.00		
16400.00	91.08	270.00	8778.86	-542.29	<del>-</del> 7084.04	7100.76	0.00		
16500.00	91.08	270.00	8776.98	-542.29	<b>-</b> 7184.03	7200.65	0.00		
16600.00	91.08	270.00	8775.10	-542.29	-7284.01	7300.54	0.00		
16700.00	91.08	270.00	8773.10	-542.29	-7204.01 -7383.99	7400.43	0.00		
16800.00	91.08	270.00	8771.35	-542.29	-7303.99 -7483.97	7500.32	0.00		
16900.00	91.08	270.00	8769.47	-542.29	-7583.96	7600.21	0.00		
17000.00	91.08	270.00	8767.59	-542.29	-7683.94	7700.10	0.00		
17100.00	91.08	270.00	8765.71	<b>-</b> 542.29	<del>-</del> 7783.92	7800.00	0.00		
17200.00	91.08	270.00	8763.83	-542.29	<b>-</b> 7883.90	7899.89	0.00		
17300.00	91.08	270.00	8761.95	-542.29	<b>-</b> 7983.88	7999.78	0.00		
17400.00	91.08	270.00	8760.07	-542.29	-8083.87	8099.67	0.00		
17500.00	91.08	270.00	8758.19	-542.29	-8183.85	8199.56	0.00		
17600.00	91.08	270.00	8756.31	-542.29	-8283.83	8299.45	0.00		
17700.00	91.08	270.00	8754.43	<b>-</b> 542.29	-8383.81	8399.34	0.00		
17800.00	91.08	270.00	8752.55	<b>-</b> 542.29	-8483.80	8499.23	0.00		
17900.00	91.08	270.00	8750.67	<b>-</b> 542.29	<del>-</del> 8583.78	8599.12	0.00		
18000.00	91.08	270.00	8748.79	<b>-</b> 542.29	<b>-</b> 8683.76	8699.01	0.00		
18100.00	91.08	270.00	8746.91	<b>-</b> 542.29	<b>-</b> 8783.74	8798.90	0.00		
18200.00	91.08	270.00	8745.03	<del>-</del> 542.30	<del>-</del> 8883.73	8898.79	0.00		
18300.00	91.08	270.00	8743.15	<del>-</del> 542.30	<del>-</del> 8983.71	8998.68	0.00		
18400.00	91.08	270.00	8741.27	<b>-</b> 542.30	-9083.69	9098.58	0.00		
18500.00	91.08	270.00	8739.39	<b>-</b> 542.30	<b>-</b> 9183.67	9198.47	0.00		
18600.00	91.08	270.00	8737.51	<b>-</b> 542.30	-9283.66	9298.36	0.00		
18700.00	91.08	270.00	8735.63	<b>-</b> 542.30	-9383.64	9398.25	0.00		
18800.00	91.08	270.00	8733.75	-542.30	-9483.62	9498.14	0.00		
18900.00	91.08	270.00	8731.87	-542.30	-9583.60	9598.03	0.00		
19000.00	91.08	270.00	8729.99	-542.30	-9683.58	9697.92	0.00		
19100.00	91.08	270.00	8728.11	-542.30	-9783.57	9797.81	0.00		
19200.00	91.08	270.00	8726.23	-542.30	-9883.55	9897.70	0.00		
	91.08	270.00	8724.35	-542.30	-9983.53	9997.59	0.00		
1930000		L 1 0.00	J, 27.JJ	J-L.JU	,,,,,,	2221.33	0.00		
19300.00 19400.00	91.08	270.00	8722.48	-542.30	-10083.51	10097.48	0.00		



County: Eddy
Wellbore: Permit Plan
Design: Permit Plan #1

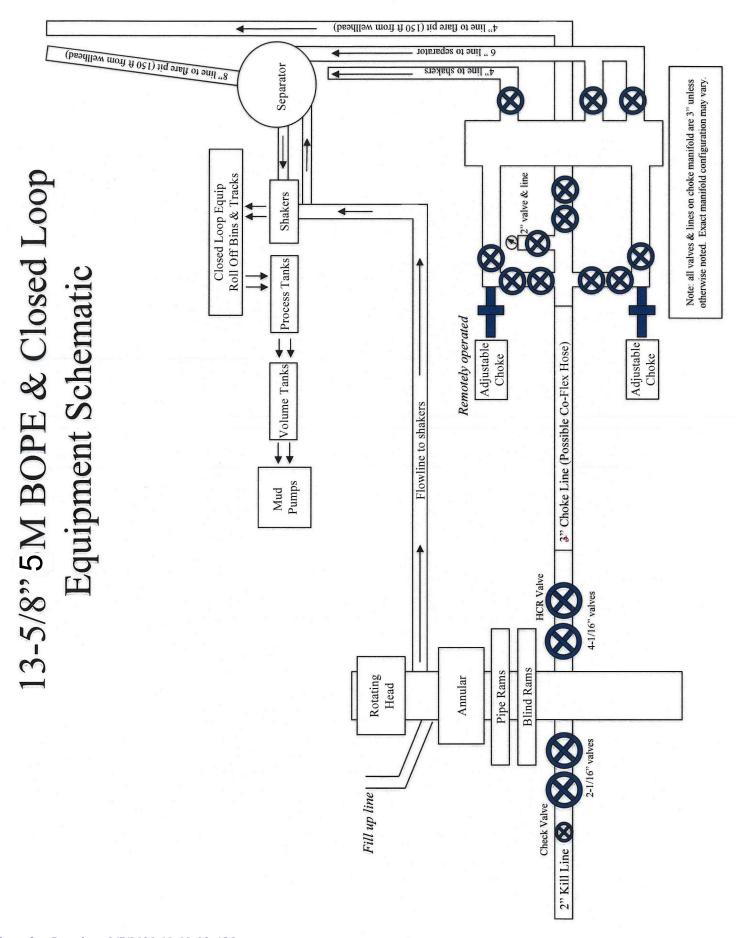
Geodetic System: US State Plane 1983

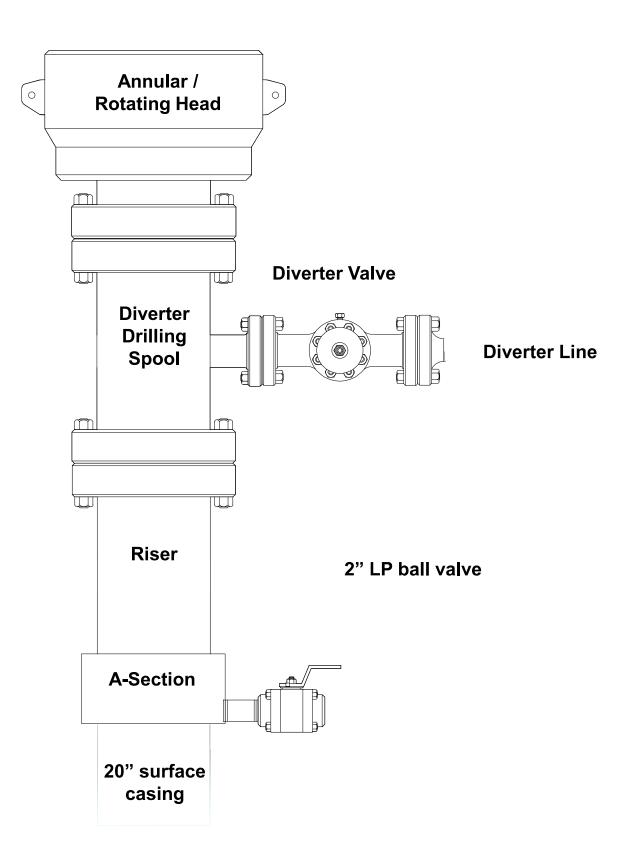
Datum: North American Datum 1927 Ellipsoid: Clarke 1866

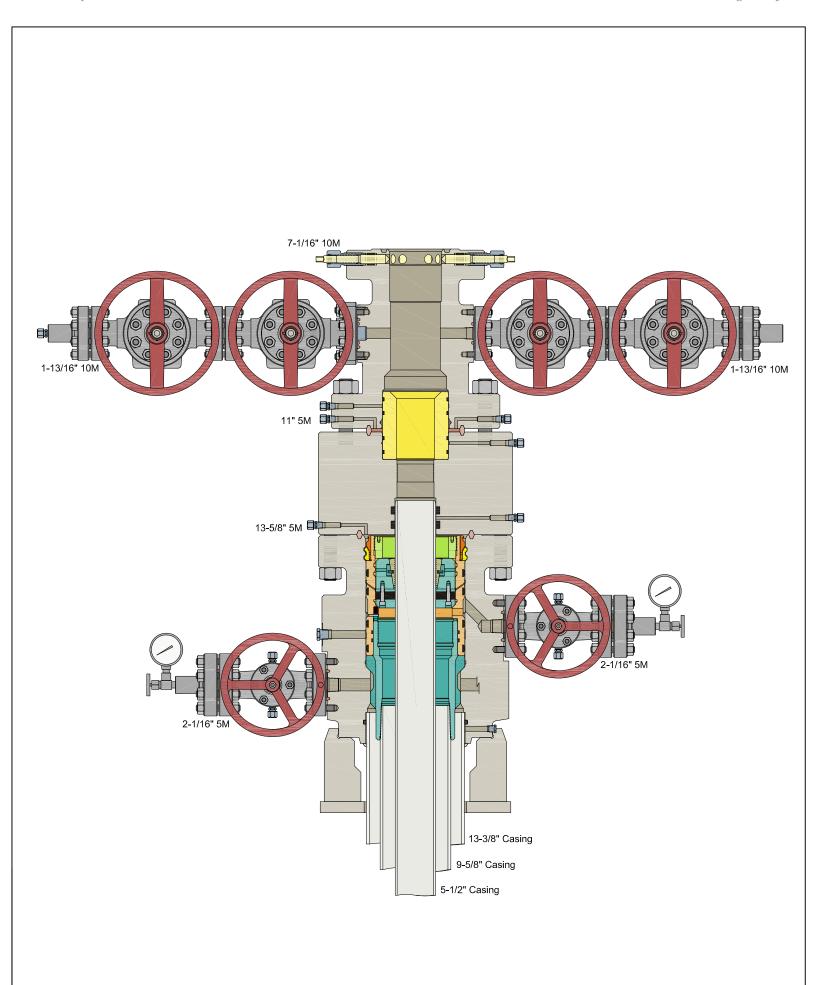
Zone: 3001 - NM East (NAD83)

MD	INC	AZI	TVD	NS	EW	vs	DLS	Commont
(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	Comment
19500.00	91.08	270.00	8720.60	-542.30	-10183.50	10197.37	0.00	
19600.00	91.08	270.00	8718.72	-542.30	-10283.48	10297.26	0.00	
19700.00	91.08	270.00	8716.84	-542.30	-10383.46	10397.16	0.00	
19800.00	91.08	270.00	8714.96	-542.30	-10483.44	10497.05	0.00	
19900.00	91.08	270.00	8713.08	<b>-</b> 542.30	<b>-</b> 10583.43	10596.94	0.00	
20000.00	91.08	270.00	8711.20	<b>-</b> 542.30	<b>-</b> 10683.41	10696.83	0.00	
20100.00	91.08	270.00	8709.32	<b>-</b> 542.30	<b>-</b> 10783.39	10796.72	0.00	
20200.00	91.08	270.00	8707.44	<b>-</b> 542.30	<b>-</b> 10883.37	10896.61	0.00	
20300.00	91.08	270.00	8705.56	<b>-</b> 542.30	<b>-</b> 10983.35	10996.50	0.00	
20400.00	91.08	270.00	8703.68	<b>-</b> 542.30	<b>-</b> 11083.34	11096.39	0.00	
20500.00	91.08	270.00	8701.80	<b>-</b> 542.30	<b>-</b> 11183.32	11196.28	0.00	
20600.00	91.08	270.00	8699.92	<b>-</b> 542.30	<b>-</b> 11283.30	11296.17	0.00	
20700.00	91.08	270.00	8698.04	<b>-</b> 542.31	<b>-</b> 11383.28	11396.06	0.00	
20800.00	91.08	270.00	8696.16	<b>-</b> 542.31	<b>-</b> 11483.27	11495.95	0.00	
20900.00	91.08	270.00	8694.28	<b>-</b> 542.31	<b>-</b> 11583.25	11595.84	0.00	
21000.00	91.08	270.00	8692.40	<b>-</b> 542.31	<b>-</b> 11683.23	11695.74	0.00	
21100.00	91.08	270.00	8690.52	<b>-</b> 542.31	<b>-</b> 11783.21	11795.63	0.00	
21200.00	91.08	270.00	8688.64	-542.31	<b>-</b> 11883.20	11895.52	0.00	
21300.00	91.08	270.00	8686.76	<b>-</b> 542.31	<b>-</b> 11983.18	11995.41	0.00	
21400.00	91.08	270.00	8684.88	<b>-</b> 542.31	<b>-</b> 12083.16	12095.30	0.00	
21500.00	91.08	270.00	8683.00	<b>-</b> 542.31	<b>-</b> 12183.14	12195.19	0.00	
21600.00	91.08	270.00	8681.12	-542.31	-12283.13	12295.08	0.00	
21700.00	91.08	270.00	8679.24	-542.31	-12383.11	12394.97	0.00	
21800.00	91.08	270.00	8677.36	-542.31	-12483.09	12494.86	0.00	
21898.06	91.08	270.00	8675.52	-542.31	-12581.13	12592.82	0.00	exit
21900.00	91.08	270.00	8675.48	-542.31	-12583.07	12594.75	0.00	
21978.06	91.08	270.00	8674.00	-542.26	<b>-</b> 12661.12	12672.73	0.00	BHL

Well: BURTON FLAT 26-28 FED COM 332H Geodetic System: US State Plane 1983 County: Eddy Datum: North American Datum 1927 Wellbore: Permit Plan Ellipsoid: Clarke 1866 Design: Permit Plan #1 **Zone:** 3001 - NM East (NAD83) INC MD AZI TVD NS EW ٧S DLS Comment (ft) (°) (°) (ft) (ft) (ft) (ft) (°/100ft)







A multibowl wellhead may be used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

Devon proposes using a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.

- Wellhead will be installed by wellhead representatives.
- If the welding is performed by a third party, the wellhead representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- Wellhead representative will install the test plug for the initial BOP test.
- Wellhead company will install a solid steel body pack-off to completely isolate the lower head after cementing intermediate casing. After installation of the pack-off, the pack-off and the lower flange will be tested to 5M, as shown on the attached schematic. Everything above the pack-off will not have been altered whatsoever from the initial nipple up. Therefore the BOP components will not be retested at that time.
- If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head will be cut and top out operations will be conducted.
- Devon will pressure test all seals above and below the mandrel (but still above the casing) to full working pressure rating.
- Devon will test the casing to 0.22 psi/ft or 1500 psi, whichever is greater, as per Onshore Order #2.

After running the surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 5M will be installed on the wellhead system and will undergo a 250 psi low pressure test followed by a 5,000 psi high pressure test. The 5,000 psi high and 250 psi low test will cover testing requirements a maximum of 30 days, as per Onshore Order #2. If the well is not complete within 30 days of this BOP test, another full BOP test will be conducted, as per Onshore Order #2.

After running the intermediate casing with a mandrel hanger, the 13-5/8" BOP/BOPE system with a minimum rating of 5M will already be installed on the wellhead.

The pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These tests will be logged in the daily driller's log. A 2" kill line and 3" choke line will be incorporated into the drilling spool below the ram BOP. 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 5,000 psi WP.

Devon's proposed wellhead manufactures will be FMC Technologies, Cactus Wellhead, or Cameron.

# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

**OPERATOR'S NAME:** | **Devon Energy Production Company LP** 

LEASE NO.: | NMNM108513

**LOCATION:** | Section 26, T.20 S., R.28 E., NMPM

**COUNTY:** Eddy County, New Mexico

WELL NAME & NO.: | Burton Flat 26-28 Fed State Com 332H

**SURFACE HOLE FOOTAGE:** 818'/N & 2061'/W **BOTTOM HOLE FOOTAGE** 1310'/N & 20'/W

WELL NAME & NO.: Burton Flat 26-28 Fed State Com 334H

**SURFACE HOLE FOOTAGE:** | 2011'/N & 2518'/W **BOTTOM HOLE FOOTAGE** | 2200'/S & 20'/W

COA

H2S	<b>©</b> Yes	□ No	
Potash	■ None	☐ Secretary	□ R-111-P
Cave/Karst Potential	□ Low	☐ Medium	<b>☑</b> High
Cave/Karst Potential	Critical		
Variance	None None	Flex Hose	C Other
Wellhead	Conventional	Multibowl	■ Both
Other	4 String Area		□WIPP
Other	☐ Fluid Filled		□ Pilot Hole
Special Requirements	☐ Water Disposal	<b>☑</b> COM	□ Unit

#### A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **Delaware and Wolfcamp** formation. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

#### **B. CASING**

- 1. The **20** inch surface casing shall be set at approximately **375 feet** (a minimum of **70 feet** (Eddy County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature

- survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
- b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 13-3/8 inch intermediate casing shall be set at approximately 1038 feet is:
  - Cement to surface. If cement does not circulate see B.1.a, c-d above.
     Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
     Cement excess is less than 25%, more cement might be required.
  - ❖ In <u>High Cave/Karst Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
  - ❖ In <u>Capitan Reef Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- 3. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
  - Cement should tie-back at least **50 feet** on top of Capitan Reef top **or 200 feet** into the previous casing, whichever is greater. If cement does not circulate see B.1.a, c-d above.

Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, potash or capitan reef.

# Operator has proposed to pump down 13-3/8" X 9-5/8" annulus. Operator must run a CBL from TD of the 9-5/8" casing to surface. Submit results to BLM.

- 4. The minimum required fill of cement behind the 5-1/2 inch production casing is:
  - Cement should tie-back at least 200 feet into previous casing string.
     Operator shall provide method of verification.
     Cement excess is less than 25%, more cement might be required.

## C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'

2.

## Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **500** psi. A Diverter system is approved as a variance to drill the **13 3/8** inch casing in a **17 1/2** inch hole.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 13 3/8 inch intermediate casing shoe shall be 2000 (2M) psi.
- c. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 9 5/8 inch intermediate casing shoe shall be 5000 (5M) psi.

# **Option 2:**

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 500 psi. A Diverter system is approved as a variance to drill the 13 3/8 inch casing in a 17 ½ inch hole.
- b. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the 13 3/8 inch intermediate casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be 5000 (5M) psi.
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.

e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

# D. SPECIAL REQUIREMENT (S)

## **Communitization Agreement**

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

# **GENERAL REQUIREMENTS**

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
  - ☑ Eddy CountyCall the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
  - Lea County
    Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
    393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
  - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
  - b. When the operator proposes to set surface casing with Spudder Rig
    - Notify the BLM when moving in and removing the Spudder Rig.
    - Notify the BLM when moving in the 2<sup>nd</sup> Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
    - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

#### A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.
- B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test
  - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
  - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not

- hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

## C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

## D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.



Devon Energy Center 333 West Sheridan Avenue Oklahoma City, Oklahoma 73102-5015

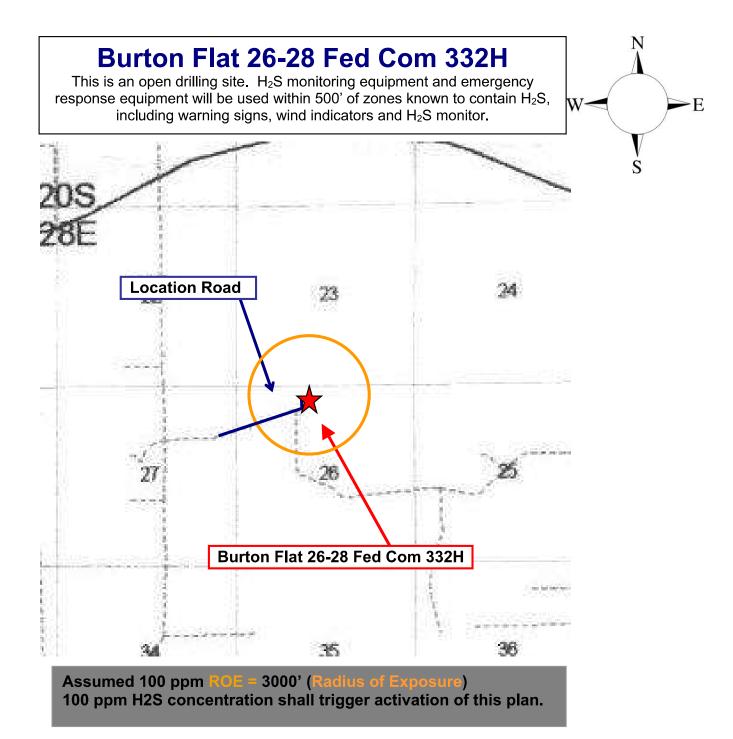
# Hydrogen Sulfide (H<sub>2</sub>S) Contingency Plan

For

Burton Flat 26-28 Fed Com 332H

Sec-26 T-20S R-28E 402' FNL & 2456' FWL LAT. = 32.550731' N (NAD83) LONG = 104.149043' W

**Eddy County NM** 



## **Escape**

Crews shall escape upwind of escaping gas in the event of an emergency release of gas. Escape can be facilitated from the location entrance road. Crews should then block the entrance to the location from the lease road so as not to allow anyone traversing into a hazardous area. The blockade should be at a safe distance outside of the ROE. There are no homes or buildings in or near the ROE.

**Assumed 100 ppm ROE = 3000'** 

# 100 ppm H<sub>2</sub>S concentration shall trigger activation of this plan.

# **Emergency Procedures**

In the event of a release of gas containing H<sub>2</sub>S, the first responder(s) must

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H<sub>2</sub>S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response
- Take precautions to avoid personal injury during this operation.
- Contact operator and/or local officials to aid in operation. See list of phone numbers attached.
- Have received training in the
  - Detection of H<sub>2</sub>S, and
  - o Measures for protection against the gas,
  - o Equipment used for protection and emergency response.

## **Ignition of Gas Source**

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO<sub>2</sub>). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas

## Characteristics of H<sub>2</sub>S and SO<sub>2</sub>

Common	Chemical	Specific	Threshold	Hazardous Limit	Lethal
Name	Formula	Gravity	Limit	nazaruous Liiilit	Concentration
Hydrogen Sulfide	H <sub>2</sub> S	1.189 Air = 1	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO <sub>2</sub>	2.21 Air = 1	2 ppm	N/A	1000 ppm

# **Contacting Authorities**

Devon Energy Corp. personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available. The following call list of essential and potential responders has been prepared for use during a release. Devon Energy Corp. Company response must be in coordination with the State of New Mexico's 'Hazardous Materials Emergency Response Plan' (HMER)

# **Hydrogen Sulfide Drilling Operation Plan**

# I. HYDROGEN SULFIDE (H<sub>2</sub>S) TRAINING

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:

- 1. The hazards and characteristics of hydrogen sulfide (H<sub>2</sub>S)
- 2. The proper use and maintenance of personal protective equipment and life support systems.
- 3. The proper use of H<sub>2</sub>S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
- 4. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

- 1. The effects of H<sub>2</sub>S metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
- 3. The contents and requirements of the H<sub>2</sub>S Drilling Operations Plan

There will be weekly H<sub>2</sub>S and well control drills conducted for all personnel on each crew.

## II. HYDROGEN SULFIDE TRAINING

Note: All H<sub>2</sub>S safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain H<sub>2</sub>S.

## 1. Well Control Equipment

- A. Flare line
- B. Choke manifold Remotely Operated
- C. Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
- D. Auxiliary equipment may include if applicable: annular preventer and rotating head.
- E. Mud/Gas Separator

## 2. Protective equipment for essential personnel:

30-minute SCBA units located at briefing areas, as indicated on well site diagram, with escape units available in the top doghouse. As it may be difficult to communicate audibly while wearing these units, hand signals shall be utilized.

## 3. H<sub>2</sub>S detection and monitoring equipment:

Portable H<sub>2</sub>S monitors positioned on location for best coverage and response. These units have warning lights which activate when H<sub>2</sub>S levels reach 10 ppm and audible sirens which activate at 15 ppm. Sensor locations:

- Bell nipple
- Possum Belly/Shale shaker
- Rig floor
- Choke manifold
- Cellar

## Visual warning systems:

- A. Wind direction indicators as shown on well site diagram
- B. Caution/ Danger signs shall be posted on roads providing direct access to locations. Signs will be painted a high visibility yellow with black lettering of sufficient size to be reasonable distance from the immediate location. Bilingual signs will be used when appropriate.

## 4. Mud program:

The mud program has been designed to minimize the volume of H<sub>2</sub>S circulated to surface. Proper mud weight, safe drilling practices and the use of H<sub>2</sub>S scavengers will minimize hazards when penetrating H<sub>2</sub>S bearing zones.

## 5. Metallurgy:

- A. All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold lines, and valves shall be H<sub>2</sub>S trim.
- B. All elastomers used for packing and seals shall be H<sub>2</sub>S trim.

### 6. Communication:

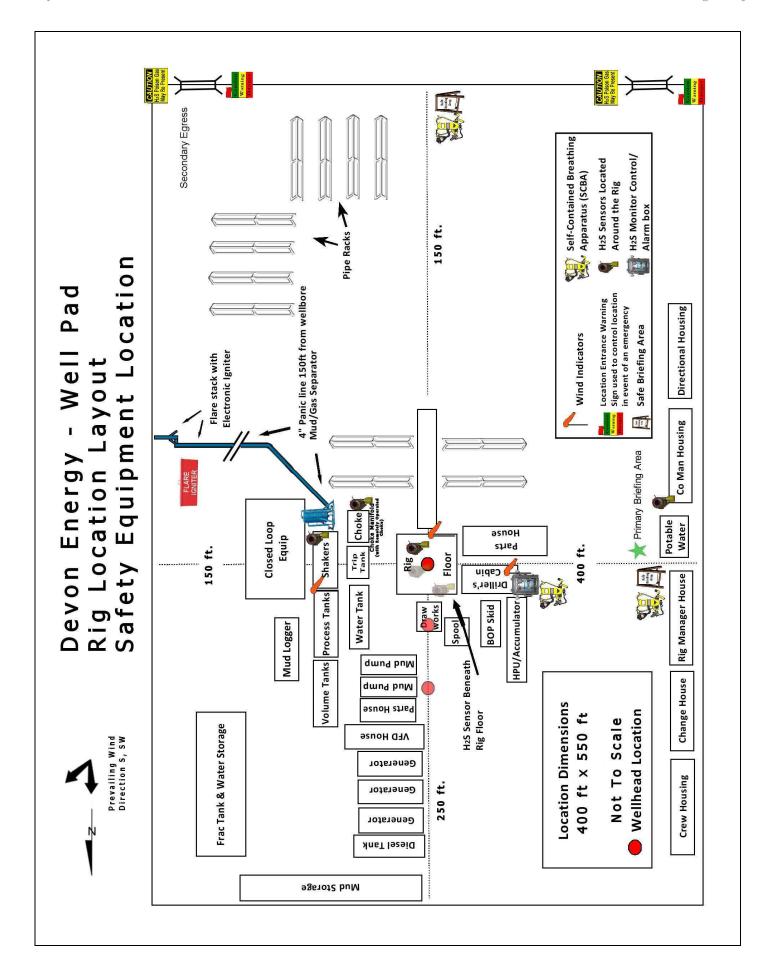
- A. Company personnel have/use cellular telephones in the field.
- B. Land line (telephone) communications at Office

# 7. Well testing:

- A. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safety and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H<sub>2</sub>S environment will use the closed chamber method of testing.
- B. There will be no drill stem testing.

Delaware Basin Business Unit (DBBU) Key Company Contacts						
Employee/Company Contract Representative	Position	Phone Number	After Hours Number			
Jonathan Fisher (North)	Drilling Manager	832-967-7912				
Jason Hildebrand (South)	Drilling Manager	405-552-6514				
Rich Downey	Drilling VP	405-228-2415				
Josh Harvey	EHS Manager	405-228-2440	918-500-5536			
Laura Wright	EHS Supervisor	405-552-5334	832-969-8145			
Robert Glover	EHS Professional	575-703-5712	575-703-5712			
Lane Frank	Lead EHS	580-579-7052	580-579-7052			
Rickey Porter	Lead EHS	903-720-8315	903-720-8315			
Ronnie Handy	Lead EHS	918-839-2046	918-839-2046			
Brock Vise	Lead EHS	918-413-3291	918-413-3291			
Delav	vare Basin Business U	Init (DBBU) Emerge	ncy Contacts			
County/Lo	cation					
Police / Sherriff Eddy County			575-616-7155			

Delaware Basin Business Unit (DBBU) Emergency Contacts				
County/Location				
Police / Sherriff				
Eddy County	575-616-7155			
Lea County	575-397-9265			
Loving County	432-377-2411			
Winkler County	432-586-3461			
Fire				
Eddy County	575-616-7155			
Lea County	575-397-9265			
Loving County	432-377-2411			
Winkler County	432-586-3461			
Ambulance & Hospital				
Eddy County	575-616-7155			
Lea County	575-397-9265			
Carlsbad Medical Center	575-887-4100			
Lea County Regional Medical Center	575-492-5000			
Reeves County Hospital District	432-447-3551			
Winkler County Memorial Hospital	432-586-5864			
Helicopter/Lifeline Services				
Aero Care/Life Flight	575-616-7155 Eddy County or 575-397-9265 Lea County			
OHSI	844-449-0911			



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

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

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

CONDITIONS

Action 77255

## **CONDITIONS**

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	77255
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

#### CONDITIONS

Created By	Condition	Condition Date
kpickford	Notify OCD 24 hours prior to casing & cement	2/7/2022
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104	2/7/2022
kpickford	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	2/7/2022
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing	2/7/2022
kpickford	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system	2/7/2022