Form 3160-3 (June 2015)		FORM APPROVED OMB No. 1004-0137
UNITED STATES		Expires: January 31, 2018 5. Lease Serial No.
DEPARTMENT OF THE IN BUREAU OF LAND MANA	5. Lease Serial No.	
APPLICATION FOR PERMIT TO D	RILL OR REENTER	6. If Indian, Allotee or Tribe Name
1a. Type of work: DRILL RE	EENTER	7. If Unit or CA Agreement, Name and No.
1b. Type of Well: Oil Well Gas Well Ot	her	8. Lease Name and Well No.
1c. Type of Completion: Hydraulic Fracturing Sin	ngle Zone 🔲 Multiple Zone	o. Lease Maine and Wen No.
2. Name of Operator		9. API Well No. 30-025-54253
3a. Address	3b. Phone No. (include area code)	10, Field and Pool, or Exploratory
4. Location of Well (<i>Report location clearly and in accordance w</i>	vith any State requirements.*)	11. Sec., T. R. M. or Blk. and Survey or Area
At surface		
At proposed prod. zone		
14. Distance in miles and direction from nearest town or post offic	ce*	12. County or Parish13. State
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No of acres in lease	ng.Unit dedicated to this well
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 20. BLM	/BIA Bond No. in file
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will start*	23. Estimated duration
	24. Attachments	
The following, completed in accordance with the requirements of (as applicable)	Onshore Oil and Gas Order No. 1, and the H	Iydraulic Fracturing rule per 43 CFR 3162.3-3
 Well plat certified by a registered surveyor. A Drilling Plan. 	4. Bond to cover the operation Item 20 above).	as unless covered by an existing bond on file (see
 A Surface Use Plan (if the location is on National Forest Syster SUPO must be filed with the appropriate Forest Service Office) 	n Lands, the 5. Operator certification.	rmation and/or plans as may be requested by the
25. Signature	Name (Printed/Typed)	Date
Title		!
Approved by (Signature)	Name (Printed/Typed)	Date
Title	Office	
Application approval does not warrant or certify that the applican applicant to conduct operations thereon. Conditions of approval, if any, are attached.	t holds legal or equitable title to those rights	in the subject lease which would entitle the
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m of the United States any false, fictitious or fraudulent statements of		



*(Instructions on page 2)

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(Continued on page 2)

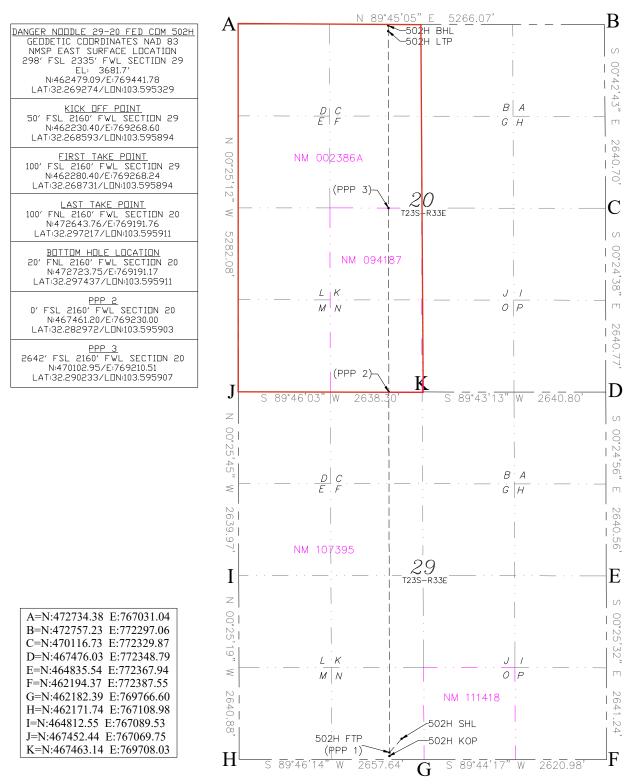
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<u>C-1</u>					ls & Na	tural	New Mexico Resources Depa ION DIVISI		Rev	rised July, 2024	
	Electronically D Permitting							011		X Initial Submittal	
	5 i ennitting						Submittal Type:	Amended Repor			
									1 Jpon	As Drilled	-
				W	FLLLO	CATI	ON INFORMATIC	N			
API N	lumber		Pool Cod				ool Name				
	30-025-	54253		865			CRUZ;BONE SP	RING			
-	erty Code		Property		DANCED	NOOT	DLE 29-20 FED (MOT		Well Number 502H	
	327369 No.		Operator		DANGER	NUUI	JLE 29-20 FED (JOM		Ground Level	Elevation
0.0101	6137		operator		N ENERG	Y PR	ODUCTION COMPA	ANY, L.P.		3681.7'	
Surfa	ce Owner:	□State □	Fee □Tril	al 🕮	deral		Mineral Owner:	□State	□Fee □'	Tribal 🖾 Federal	
			_	_			ce Location				
UL	Section	Township	Range	Lot	Ft. from			Latitude		Longitude	County
Ν	29	23–S	33-E		298'	S	2335' W	32.269	274	103.595329	LEA
	1	1			1		Hole Location				
UL	Section	Township	Range	Lot	Ft. from		· · · ·	Latitude		Longitude	County
С	20	23-S	33-E		20'	Ν	2160' W	32.297	437	103.595911	LEA
			1		1				I		
Dedica	ted Acres	Infill or Def	ining Well	Defining	Well API	0verl	apping Spacing Uni	t (Y/N)	Consolid	ation Code	
3	20	Infill		30-02	25-47048		Ν			С	
Order	Numbers		1			Well	setbacks are under	· Common	Ownersh	ip: □Yes ⊠No	
			-				Point (KOP)				~ .
UL N	Section	Township	Range	Lot	Ft. from		,	Latitude	502	Longitude	County
Ν	29	23-S	33-E		50'	2	2160' W	32.268	593	103.595894	LEA
				1			ke Point (FTP)				
UL	Section	Township	Range	Lot	Ft. from			Latitude		Longitude	County
Ν	29	23-S	33-E		100'	\mathbf{S}	2160'W	32.268	731	103.595894	LEA
					La	st Tal	ke Point (LTP)				
UL	Section	Township	Range	Lot	Ft. from		S Ft. from E/W	Latitude		Longitude	County
С	20	23-S	31-E		100'	Ν	2160'W	32.297	217	103.595911	LEA
					Spac	eing U		tal Verti	cal (Fround Floor Ele	vation:
Two pl	ats submitted p	ber the NMOCD					HZ				
ODEDA	TOR CERTI	TRANTONO									
		e information con	ntained herein i	s true and c	omplete to th	e best	SURVEYOR CERTIFIC				
		belief, and, if the				a uns	I hereby certify that the we of actual surveys made by				
		ns a working inte bottom hole loc					correct to the best of my b		-r,-		
		contract with an on voluntary pooli				order				afri n. D	EHOL
	re entered by t		ng agreement c	n a compute	ory pooning c					W MEX	EHOLOS
If this w	ell is a horizon	tal well, I furthe	r certify that th	is organizat	ion has receiv	ed the			1		$\langle \circ \rangle \rangle$
consent	of at least one	lessee or owner	of a working in	terest or unl	leased minera	1				23261	
		n the target pool be located or of							(PR HOLL	M. 5 /
division					0					1 on Maria	
Signa	ture		Date				Signature and Seal	of Profe	ssional S	Surveyor / ONLAL	SUR"/
-		0	Date							Surveyor / ONAL	
	ebuch D	real			1/16/2025						
	ed Name	1 Dam1 4	α. Λ			C	Certificate Number	Date of	Survey		
	becca Dea 1 Address	l, Regulator	ry Analyst				23261	09/20	23		
		a)dvn.com					23201 09/2023				
160	uuua.uutal(wavn.com									

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



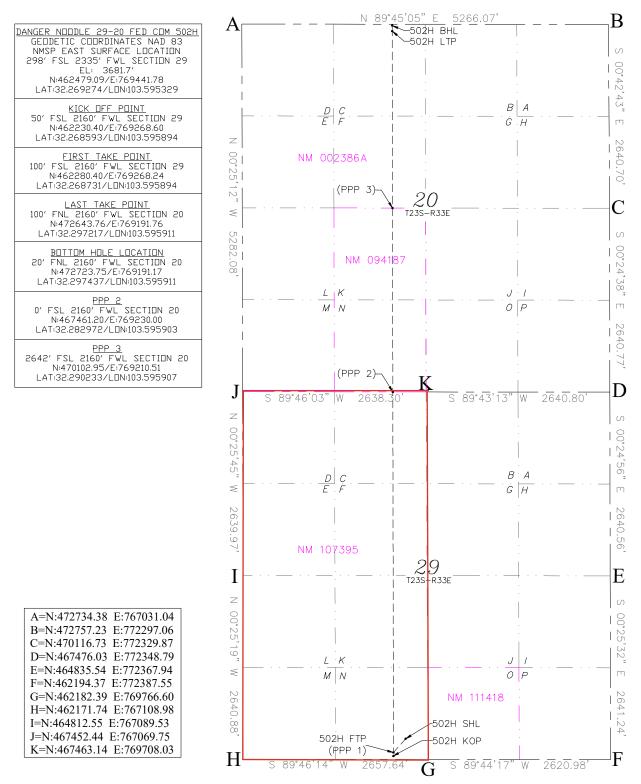
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<u>C-1</u>					ls & Na	tural	lew Mexico Resources Depa ION DIVISI			Rev	rised July, 2024
	Electronically D Permitting								0.1	Initial Submittal	
	_							Submittal Type:	Amended Repor	t	
										As Drilled	
				W	ELL LOO	CATIC	ON INFORMATIO	N			
API N	umber		Pool Cod	e		P	ool Name				
D	1 0 1		D		900		TRIPLE	X;BONE	SPRINC		
Prope	rty Code		Property		DANGER	NOOD)LE 29-20 FED (сом		Well Number 502H	
OGRIE			Operator	Name						Ground Level	Elevation
	6137			DEVON	N ENERG	Y PR	ODUCTION COMPA	ANY, L.P.		3681.7'	
Surfa	ce Owner:	□State □	Fee □Trib	oal ⊠¥Feo	deral		Mineral Owner:	□State	□Fee □	Tribal 🖾 Federal	
						Surfa	ce Location				
UL	Section	Township	Range	Lot	Ft. from			Latitude		Longitude	County
Ν	29	23-S	33-E		298'	S	2335' W	32.269	274	103.595329	LEA
					B	ottom	Hole Location				
UL	Section	Township	Range	Lot	Ft. from			Latitude		Longitude	County
С	20	23-S	33-E		20'		2160' W	32.297	437	103.595911	LEA
-											
Dedicat	ed Acres	Infill or Def	ining Well	Defining	Well API	Overla	apping Spacing Uni	t (Y/N)	Consolid	ation Code	
3	20	Infill	_	30-02	5-47048		N			С	
_	Numbers			Well setbacks are under Common				Common	Ownersh	in: DVes XNo	
									o wherein		
							Point (KOP)				
UL	Section	Township	Range	Lot	Ft. from		· · · ·	Latitude		Longitude	County
Ν	29	23–S	33-E		50'	S	2160' W	32.268	593	103.595894	LEA
	1	1	1	l.	Fir	st Tak	ke Point (FTP)				
UL	Section	Township	Range	Lot	Ft. from					Longitude	County
Ν	29	23–S	33-E		100'	S	2160' W	32.268	731	103.595894	LEA
					La	st Tak	ce Point (LTP)				
$\mathbf{U}\mathbf{L}$	Section	Township	Range	Lot	Ft. from		,	Latitude		Longitude	County
С	20	23-S	31-E		100'	Ν	2160' W	32.297	217	103.595911	LEA
T	1.4		D		Spac	eing U	nit Type Horizon HZ	tal Verti	cal (Fround Floor Ele	vation:
Iwoj	blats submitted	l per the NMOCI	D				пг				
OPERA	TOR CERTI	FICATIONS				5	SURVEYOR CERTIFIC	ATIONS			
		e information con belief, and, if the					I hereby certify that the we	ell location sho	own on this p	blat was plotted from fiel	ld notes
organiza	tion either ow	ns a working inte	erest or unlease	d mineral in	terest in the l	and	of actual surveys made by	me or under s		and that the same is true	and
		bottom hole loc contract with an o				is	correct to the best of my be	ener.		RT R. D	EN
mineral	interest, or to a	a voluntary pooli				order				BEI MEY	EHOLOS
heretoto	re entered by t	he division.								R FM MILX	$\left(\frac{1}{2} \right) \left(\frac{1}{2} \right) $
		tal well, I furthe									
consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's			ell's					1 ~			
completed interval will be located or obtained a compulsory pooling order from the division.			the				P. Aller	L'			
Signa	ture		Date			S	Signature and Seal	of Profe	ssional S	Surveyor / ONAL	SUR
-	ebuch D	real		1	1/16/2025		-			ONAL	
	ed Name			1	1/16/2025		Certificate Number	Date of	Survey		
		l, Regulator	ry Analyst						•		
	l Address						23261	09/20	23		
rebecca.deal@dvn.com											

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



Received by OCD: 1/17/2025 9:34:38 A	Re	ceived by	OCD:	1/17/2025	9:34:38 AN
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	Su Vi	bmit Electronically a E-permitting							
		Sar	nta Fe, NM 87	505					
	N.	ATURAL G	AS MANA	GEMENT P	LAN				
This Natural Gas Manag	gement Plan mi	ust be submitted w	ith each Applica	tion for Permit to I	Drill (A	.PD) for a new	or recompleted well.		
			<u>1 – Plan D</u> ffective May 25.						
. Operator: Devon End	ergy Productio	n Company, L.P.	OGRID:	6137		Date: 10	/5 / 2023		
I. Type: 🛛 Original 🗆] Amendment	due to □ 19.15.27	.9.D(6)(a) NMA	C 🗆 19.15.27.9.D((6)(b) N	MAC 🗆 Othe	r.		
f Other, please describe									
II. Well(s): Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to e recompleted from a single well pad or connected to a central delivery point. Well Name API ULSTR Footages Anticipated Anticipated Anticipated Produced Water BBL/D BBL/D BBL/D BBL/D BBL/D BBL/D BBL/D									
See Attached									
IV. Central Delivery Point Name: DANGER NOODLE 29 CTB 1 [See 19.15.27.9(D)(1) NMAC] 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.									
Well Name	API	Spud Date	TD Reached Date	Completion Commencement		Initial Flow Back Date	First Production Date		
See Attached									
VI. Separation Equipm VII. Operational Pract Subsection A through F	t ices: 🗵 Attac	h a complete desc		-					

VIII. Best Management Practices: I Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

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. \Box Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily 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 gas gathering system \Box will \Box will not have capacity to gather 100% of the anticipated natural gas production volume from the well prior to the date of first production.

XIII. Line Pressure. Operator \Box does \Box does not anticipate that its existing well(s) connected to the same segment, or portion, of the natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).

□ Attach Operator's plan to manage production in response to the increased line pressure.

XIV. Confidentiality: \Box Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information for which confidentiality is asserted and the basis for such assertion.

<u>Section 3 - Certifications</u> <u>Effective May 25, 2021</u>

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

 \square 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

 \Box 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. \Box 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. \Box 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;
- (f) 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: Jeff Walla
Title: Surface Land and Regulatory 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:

DANGER NOODLE 29 CTB 1

Well Name	STR	N/S Footage	Call	E/W Footage	Call	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
DANGER NOODLE 29-20 FED COM 501H	29-23S-33E	253	FSL	351	FWL	(+/-) 1307bopd	(+/-)914mcfd	(+/-) 1960bwpd
DANGER NOODLE 29-20 FED COM 502H	29-23S-33E	298	FSL	2335	FWL	(+/-) 1307bopd	(+/-)914mcfd	(+/-) 1960bwpd
DANGER NOODLE 29-20 FED COM 801H	29-23S-33E	253	FSL	381	FWL	(+/-) 2049bopd	(+/-)3215mcfd	(+/-)4011bwpd
DANGER NOODLE 29-20 FED COM 802H	29-23S-33E	253	FSL	411	FWL	(+/-) 2049bopd	(+/-)3215mcfd	(+/-)4011bwpd
DANGER NOODLE 29-20 FED COM 803H	29-23S-33E	298	FSL	2305	FWL	(+/-) 2049bopd	(+/-)3215mcfd	(+/-)4011bwpd

Well Name	ΑΡΙ	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
DANGER NOODLE 29-20 FED COM 501H		12/11/2024	1/10/2025	5/10/2025	5/10/2025	5/10/2025
DANGER NOODLE 29-20 FED COM 502H		12/28/2024	1/27/2025	5/27/2025	5/27/2025	5/27/2025
DANGER NOODLE 29-20 FED COM 801H		11/13/2024	12/13/2024	4/12/2025	4/12/2025	4/12/2025
DANGER NOODLE 29-20 FED COM 802H		1/10/2025	2/9/2025	6/9/2025	6/9/2025	6/9/2025
DANGER NOODLE 29-20 FED COM 803H		12/12/2024	1/11/2025	5/11/2025	5/11/2025	5/11/2025



Page 11 of 56

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
 - 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
 - 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



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	11600	Pilot hole depth	N/A
MD at TD:	21871	Deepest expected fresh water	

Basin

Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target Zone?	Hazards*
Rustler	1117	Zone:	
Salt	1367		
Base of Salt	4543		
Delaware	4862		
Cherry Canyon	6228		
Brushy Canyon	7365		
Bone Spring 1st	8933		
Bone Spring 2nd	10355		
Bone Spring 3rd	11250		

*H2S, water flows, loss of circulation, abnormal pressures, etc.

DANGER NOODLE 29-20 FED COM 502H

		Wt			Casing	Interval	Casing Interval		
Hole Size	Csg. Size	(PPF)	Grade	Conn	From (MD)	To (MD)	From (TVD)	To (TVD)	
14 3/4	10 3/4	45 1/2	J-55	BTC	0	1142	0	1142	
9 7/8	8 5/8	32	P110	Sprint FJ	0	10951	0	10951	
7 7/8	5 1/2	17	P110	DWC / C-IS+	0	21871	0	11600	

2. Casing Program (Primary Design)

•All casing strings will be tested in accordance with 43 CFR 3172. Must have table for contingency casing.

3. Cementing Program (Primary Design)

Casing	# Sks	тос	Wt. ppg	Yld (ft3/sack)	Slurry Description
Surface	686	Surf	13.2	1.44	Lead: Class C Cement + additives
Int 1	363	Surf	9	3.27	Lead: Class C Cement + additives
1111 1	418	7365	13.2	1.44	Tail: Class H / C + additives
Int 1	824	Surf	13.2	1.44	Squeeze Lead: Class C Cement + additives
Intermediate	363	Surf	9	3.27	Lead: Class C Cement + additives
Squeeze	418	7365	13.2	1.44	Tail: Class H / C + additives
Draduction	35	10451	9	3.27	Lead: Class H /C + additives
Production	1432	11051	13.2	1.44	Tail: Class H / C + additives

Assuming no returns are established while drilling, Devon requests to pump a two stage cement job on the intermediate casing string with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. The final cement top will be verified by Echo-meter. Devon will include the Echo-meter verified fluid top and the volume of displacement fluid above the cement slurry in the annulus in all post-drill sundries on wells utilizing this cement program. Devon will report to the BLM the volume of fluid (limited to 1 bbls) used to flush intermediate casing valves following backside cementing procedures.

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

DANGER NOODLE 29-20 FED COM 502H

4. Pressure Control Equipment (Three String Design)

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре		~	Tested to:	
				Annular		50% of rated working pressure	
Int 1	13-5/8"	5M	Bline	d Ram	Х		
	15-5/8	5101	Pipe	e Ram		5M	
			Doub	le Ram	X	J1 VI	
			Other*				
			Annular (5M)		Х	50% of rated working pressure	
Production	13-5/8"	5M	Blind Ram		X		
Floduction		3101	Pipe Ram Double Ram			5M	
					X	JIVI	
			Other*				
			Annul	ar (5M)			
			Bline	d Ram			
			Pipe Ram				
			Double Ram				
			Other*				
N A variance is requested for	the use of a	a diverter or	the surface	casing. See	attached for s	chematic.	
Y A variance is requested to r	A variance is requested to run a 5 M annular on a 10M system						

DANGER NOODLE 29-20 FED COM 502H

5. Mud Program (Three String Design)

Section	Туре	Weight (ppg)		
Surface	FW Gel	8.5-9		
Intermediate	DBE / Cut Brine	10-10.5		
Production	OBM	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.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring
what will be used to monitor the roos of gain of matar	

6. Logging and Testing Procedures

Logging, Co	oring and Testing
	Will run GR/CNL from TD to surface (horizontal well - vertical portion of hole). Stated logs run will be in the
Х	Completion Rpeort 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	ogs planned	Interval
	Resistivity	Int. shoe to KOP
	Density	Int. shoe to KOP
Х	CBL	Production casing
X	Mud log	Intermediate shoe to TD
	PEX	

7. Drilling Conditions

Condition	Specfiy what type and where?					
BH pressure at deepest TVD	5429					
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 43 CFR 3176. If Hydrogen Sulfide is encountered measured values and formations will be provided to the BLM.

Ν	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 (43 CFR 3172, 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 pa.
- 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. A 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



Section 1 - Geologic Formations

			Turne Manthead	Manager			Due du el co
Formation ID	Formation Name	Elevation	True Vertical	Depth	Lithologies	Mineral Resources	Producing Formatio
14548202		3683	0	0	OTHER : SURFACE	NONE	N
14548203	RUSTLER	2423	1260	1260	ANHYDRITE	NONE	N
14548204	SALADO	1928	1755	1755	SALT	NONE	N
14548205	BASE OF SALT	-1447	5130	5130	SANDSTONE	NATURAL GAS, OIL	N
14548206	CHERRY CANYON	-2417	6100	6100	SANDSTONE	NATURAL GAS, OIL	N
14548217	BRUSHY CANYON	-3622	7305	7305	SANDSTONE	NATURAL GAS, OIL	N
14548209	BONE SPRING LIME	-5279	8962	8962	LIMESTONE	NATURAL GAS, OIL	N
14548216	BONE SPRING LIME	-5287	8970	8970	LIMESTONE	NATURAL GAS, OIL	N
14548200	BONE SPRING 1ST	-6427	10110	10110	SANDSTONE	NATURAL GAS, OIL	N
14548201	BONE SPRING 2ND	-7002	10685	10685	SANDSTONE	NATURAL GAS, OIL	N
14548198	BONE SPRING 3RD	-8262	11945	11945	SANDSTONE	NATURAL GAS, OIL	Y
14548199	WOLFCAMP	-8617	12300	12300	SANDSTONE	NATURAL GAS, OIL	N

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 10951

Equipment: BOP/BOPE will be installed per 43 CFR 3172 requirements prior to drilling below surface casing, a BOP/BOPE system with the above minimum rating will be installed on the wellhead system. BOP/BOPE will be tested by an independent service company per 43 CFR 3172 requirements and MASP (Maximum Anticipated Surface Pressure) calculations. If the system is upgraded, all the components installed will be functional and tested.

Requesting Variance? YES





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 dependent 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.

Devon Energy APD VARIANCE DATA

OPERATOR NAME: Devon Energy

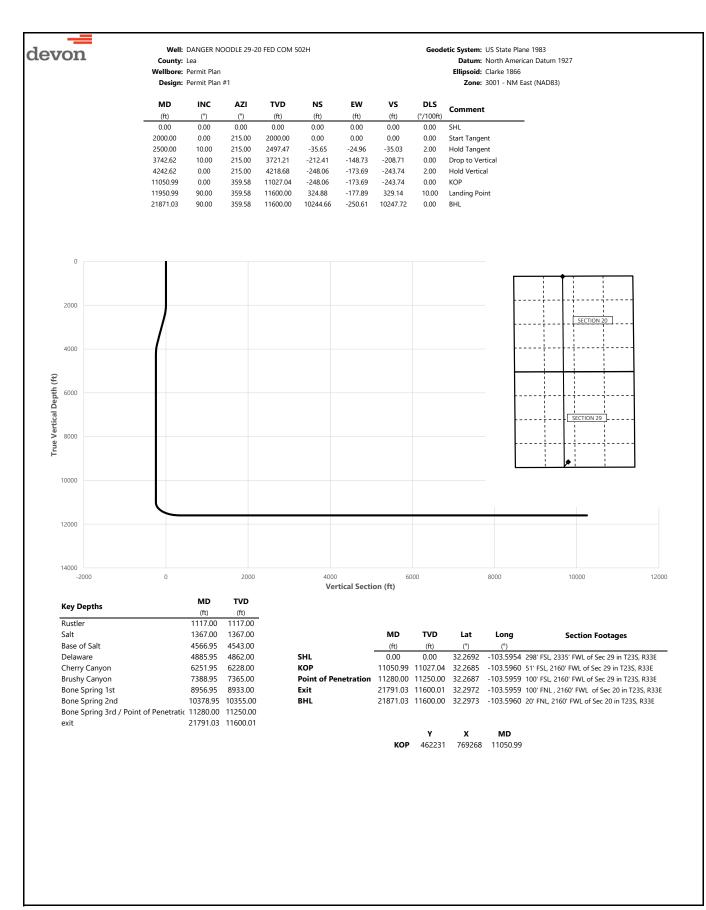
1. SUMMARY OF Variance:

Devon Energy respectfully requests approval for the following additions to the drilling plan:

1. Potential utilization of a spudder rig to pre-set surface casing.

2. Description of Operations

- **1.** A spudder rig contractor may move in their rig to drill the surface hole section and pre-set surface casing on this well.
 - **a.** After drilling the surface hole section, the rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
 - **b.** Rig will utilize fresh water based mud to drill surface hole to TD.
- 2. The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.
- **3.** A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with needle valves installed on two wingvalves.
 - **a.** A means for intervention will be maintained while the drilling rig is not over the well.
- 4. The BLM will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 5. Drilling operation will be performed with the big 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 BLM will be contacted / notified 24 hours before the big rig moves back on to the pad with the pre-set surface casing.
- **6.** Devon Energy will have supervision on the rig to ensure compliance with all BLM and NMOCD regulations and to oversee operations.
- 7. Once the rig is removed, Devon Energy will secure the wellhead area by placing a guard rail around the cellar area.



			DANGED N	0001500.0					
devon		Well: County:		OODLE 29-20) FED COM 5	02H			Geodetic System: US State Plane 1983 Datum: North American Datum 1927
			Permit Plan	1					Ellipsoid: Clarke 1866
			Permit Plan						Zone: 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
	100.00	0.00	215.00	100.00	0.00	0.00	0.00	0.00	
	200.00	0.00	215.00	200.00	0.00	0.00	0.00	0.00	
	300.00	0.00	215.00	300.00	0.00	0.00	0.00	0.00	
	400.00	0.00	215.00	400.00	0.00	0.00	0.00	0.00	
	500.00	0.00	215.00	500.00	0.00	0.00	0.00	0.00	
	600.00	0.00	215.00	600.00	0.00	0.00	0.00	0.00	
	700.00	0.00	215.00	700.00	0.00	0.00	0.00	0.00	
	800.00 900.00	0.00 0.00	215.00 215.00	800.00 900.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	
	1000.00	0.00	215.00	1000.00	0.00	0.00	0.00	0.00	
	1100.00	0.00	215.00	1100.00	0.00	0.00	0.00	0.00	
	1117.00	0.00	215.00	1117.00	0.00	0.00	0.00	0.00	Rustler
	1200.00	0.00	215.00	1200.00	0.00	0.00	0.00	0.00	
	1300.00	0.00	215.00	1300.00	0.00	0.00	0.00	0.00	
	1367.00	0.00	215.00	1367.00	0.00	0.00	0.00	0.00	Salt
	1400.00	0.00	215.00	1400.00	0.00	0.00	0.00	0.00	
	1500.00 1600.00	0.00 0.00	215.00 215.00	1500.00 1600.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	
	1700.00	0.00	215.00	1700.00	0.00	0.00	0.00	0.00	
	1800.00	0.00	215.00	1800.00	0.00	0.00	0.00	0.00	
	1900.00	0.00	215.00	1900.00	0.00	0.00	0.00	0.00	
	2000.00	0.00	215.00	2000.00	0.00	0.00	0.00	0.00	Start Tangent
	2100.00	2.00	215.00	2099.98	-1.43	-1.00	-1.40	2.00	
	2200.00	4.00	215.00	2199.84	-5.72	-4.00	-5.62	2.00	
	2300.00	6.00	215.00	2299.45	-12.86	-9.00	-12.63	2.00	
	2400.00 2500.00	8.00 10.00	215.00 215.00	2398.70 2497.47	-22.84 -35.65	-15.99 -24.96	-22.44 -35.03	2.00 2.00	Hold Tangent
	2600.00	10.00	215.00	2595.95	-49.88	-34.92	-49.01	0.00	hold rangent
	2700.00	10.00	215.00	2694.43	-64.10	-44.88	-62.98	0.00	
	2800.00	10.00	215.00	2792.91	-78.32	-54.84	-76.96	0.00	
	2900.00	10.00	215.00	2891.39	-92.55	-64.80	-90.94	0.00	
	3000.00	10.00	215.00	2989.87	-106.77	-74.76	-104.91	0.00	
	3100.00	10.00	215.00	3088.35	-121.00	-84.72	-118.89	0.00	
	3200.00 3300.00	10.00 10.00	215.00 215.00	3186.83 3285.31	-135.22 -149.45	-94.68 -104.64	-132.87 -146.84	0.00 0.00	
	3400.00	10.00	215.00	3383.79	-143.45	-114.60	-160.82	0.00	
	3500.00	10.00	215.00	3482.27	-177.90	-124.56	-174.80	0.00	
	3600.00	10.00	215.00	3580.75	-192.12	-134.52	-188.77	0.00	
	3700.00	10.00	215.00	3679.23	-206.34	-144.48	-202.75	0.00	
	3742.62	10.00	215.00	3721.21	-212.41	-148.73	-208.71	0.00	Drop to Vertical
	3800.00	8.85	215.00	3777.81	-220.11	-154.12	-216.27	2.00	
	3900.00	6.85	215.00 215.00	3876.87	-231.30 -239.65	-161.96	-227.27	2.00	
	4000.00 4100.00	4.85 2.85	215.00	3976.34 4076.11	-239.03	-167.80 -171.66	-235.47 -240.88	2.00 2.00	
	4200.00	0.85	215.00	4176.05	-247.80	-173.51	-243.48	2.00	
	4242.62	0.00	215.00	4218.68	-248.06	-173.69	-243.74	2.00	Hold Vertical
	4300.00	0.00	359.58	4276.05	-248.06	-173.69	-243.74	0.00	
	4400.00	0.00	359.58	4376.05	-248.06	-173.69	-243.74	0.00	
	4500.00	0.00	359.58	4476.05	-248.06	-173.69	-243.74	0.00	
	4566.95	0.00	359.58	4543.00 4576.05	-248.06	-173.69	-243.74	0.00	Base of Salt
	4600.00 4700.00	0.00 0.00	359.58 359.58	4576.05	-248.06 -248.06	-173.69 -173.69	-243.74 -243.74	0.00 0.00	
	4800.00	0.00	359.58	4776.05	-248.06	-173.69	-243.74	0.00	
	4885.95	0.00	359.58	4862.00	-248.06	-173.69	-243.74	0.00	Delaware
	4900.00	0.00	359.58	4876.05	-248.06	-173.69	-243.74	0.00	
	5000.00	0.00	359.58	4976.05	-248.06	-173.69	-243.74	0.00	
	5100.00	0.00	359.58	5076.05	-248.06	-173.69	-243.74	0.00	
	5200.00	0.00	359.58	5176.05	-248.06	-173.69	-243.74	0.00	
	5300.00	0.00	359.58	5276.05	-248.06	-173.69	-243.74	0.00	
	5400.00 5500.00	0.00 0.00	359.58 359.58	5376.05 5476.05	-248.06 -248.06	-173.69 -173.69	-243.74 -243.74	0.00 0.00	
	5600.00	0.00	359.58	5576.05	-248.06	-173.69	-243.74	0.00	
	5700.00	0.00	359.58	5676.05	-248.06	-173.69	-243.74	0.00	
	5800.00	0.00	359.58	5776.05	-248.06	-173.69	-243.74	0.00	
	5900.00	0.00	359.58	5876.05	-248.06	-173.69	-243.74	0.00	
	6000.00	0.00	359.58	5976.05	-248.06	-173.69	-243.74	0.00	
	6100.00	0.00	359.58	6076.05	-248.06	-173.69	-243.74	0.00	
	6200.00 6251.95	0.00 0.00	359.58 359.58	6176.05 6228.00	-248.06 -248.06	-173.69 -173.69	-243.74 -243.74	0.00 0.00	Cherry Canyon
	5231.33	0.00	555.50	0220.00	240.00	113.03	273.14	0.00	cheny curryon

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1									
devon				100DLE 29-20	FED COM 5	02H			Geodetic System: US State Plane 1983
acvon		County:							Datum: North American Datum 1927
			Permit Plan						Ellipsoid: Clarke 1866
		Design:	Permit Plar	1#1					Zone: 3001 - NM East (NAD83)
	MD	INC	AZI	TVD	NS	EW	vs	DLS	
	(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	Comment
-	6300.00	0.00	359.58	6276.05	-248.06	-173.69	-243.74	0.00	
	6400.00	0.00	359.58	6376.05	-248.06	-173.69	-243.74	0.00	
	6500.00	0.00	359.58	6476.05	-248.06	-173.69	-243.74	0.00	
	6600.00	0.00	359.58	6576.05	-248.06	-173.69	-243.74	0.00	
	6700.00	0.00	359.58	6676.05	-248.06	-173.69	-243.74	0.00	
	6800.00	0.00	359.58	6776.05	-248.06	-173.69	-243.74	0.00	
	6900.00	0.00	359.58	6876.05	-248.06	-173.69	-243.74	0.00	
	7000.00 7100.00	0.00 0.00	359.58 359.58	6976.05 7076.05	-248.06 -248.06	-173.69 -173.69	-243.74 -243.74	0.00 0.00	
	7200.00	0.00	359.58	7176.05	-248.06	-173.69	-243.74	0.00	
	7300.00	0.00	359.58	7276.05	-248.06	-173.69	-243.74	0.00	
	7388.95	0.00	359.58	7365.00	-248.06	-173.69	-243.74	0.00	Brushy Canyon
	7400.00	0.00	359.58	7376.05	-248.06	-173.69	-243.74	0.00	, ,
	7500.00	0.00	359.58	7476.05	-248.06	-173.69	-243.74	0.00	
	7600.00	0.00	359.58	7576.05	-248.06	-173.69	-243.74	0.00	
	7700.00	0.00	359.58	7676.05	-248.06	-173.69	-243.74	0.00	
	7800.00	0.00	359.58	7776.05	-248.06	-173.69	-243.74	0.00	
	7900.00	0.00	359.58	7876.05	-248.06	-173.69	-243.74	0.00	
	8000.00	0.00	359.58	7976.05	-248.06	-173.69	-243.74	0.00	
	8100.00 8200.00	0.00	359.58	8076.05	-248.06	-173.69	-243.74	0.00	
	8200.00	0.00 0.00	359.58 359.58	8176.05 8276.05	-248.06 -248.06	-173.69 -173.69	-243.74 -243.74	0.00 0.00	
	8400.00	0.00	359.58	8376.05	-248.06	-173.69	-243.74	0.00	
	8500.00	0.00	359.58	8476.05	-248.06	-173.69	-243.74	0.00	
	8600.00	0.00	359.58	8576.05	-248.06	-173.69	-243.74	0.00	
	8700.00	0.00	359.58	8676.05	-248.06	-173.69	-243.74	0.00	
	8800.00	0.00	359.58	8776.05	-248.06	-173.69	-243.74	0.00	
	8900.00	0.00	359.58	8876.05	-248.06	-173.69	-243.74	0.00	
	8956.95	0.00	359.58	8933.00	-248.06	-173.69	-243.74	0.00	Bone Spring 1st
	9000.00 9100.00	0.00 0.00	359.58 359.58	8976.05 9076.05	-248.06 -248.06	-173.69 -173.69	-243.74 -243.74	0.00 0.00	
	9200.00	0.00	359.58	9176.05	-248.06	-173.69	-243.74	0.00	
	9300.00	0.00	359.58	9276.05	-248.06	-173.69	-243.74	0.00	
	9400.00	0.00	359.58	9376.05	-248.06	-173.69	-243.74	0.00	
	9500.00	0.00	359.58	9476.05	-248.06	-173.69	-243.74	0.00	
	9600.00	0.00	359.58	9576.05	-248.06	-173.69	-243.74	0.00	
	9700.00	0.00	359.58	9676.05	-248.06	-173.69	-243.74	0.00	
	9800.00	0.00	359.58	9776.05	-248.06	-173.69	-243.74	0.00	
	9900.00 10000.00	0.00 0.00	359.58	9876.05 9976.05	-248.06 -248.06	-173.69 -173.69	-243.74 -243.74	0.00 0.00	
	10100.00	0.00	359.58 359.58	10076.05	-248.06	-173.69	-243.74	0.00	
	10200.00	0.00	359.58	10176.05	-248.06	-173.69	-243.74	0.00	
	10300.00	0.00	359.58	10276.05	-248.06	-173.69	-243.74	0.00	
	10378.95	0.00	359.58	10355.00	-248.06	-173.69	-243.74	0.00	Bone Spring 2nd
	10400.00	0.00	359.58	10376.05	-248.06	-173.69	-243.74	0.00	
	10500.00	0.00	359.58	10476.05	-248.06	-173.69	-243.74	0.00	
	10600.00	0.00	359.58	10576.05	-248.06	-173.69	-243.74	0.00	
	10700.00 10800.00	0.00	359.58	10676.05 10776.05	-248.06	-173.69	-243.74 -243.74	0.00	
	10800.00	0.00 0.00	359.58 359.58	10776.05	-248.06 -248.06	-173.69 -173.69	-243.74 -243.74	0.00 0.00	
	11000.00	0.00	359.58	10976.05	-248.06	-173.69	-243.74	0.00	
	11050.99	0.00	359.58	11027.04	-248.06	-173.69	-243.74	0.00	КОР
	11100.00	4.90	359.58	11075.99	-245.96	-173.71	-241.64	10.00	
	11200.00	14.90	359.58	11174.38	-228.79	-173.83	-224.47	10.00	
	11280.00	22.90	359.58	11250.00	-202.90	-174.02	-198.58	10.00	Bone Spring 3rd / Point of Penetration
	11300.00	24.90	359.58	11268.29	-194.80	-174.08	-190.48	10.00	
	11400.00	34.90	359.58	11354.87	-145.01	-174.45	-140.70	10.00	
	11500.00	44.90 54.00	359.58	11431.48	-80.95	-174.92	-76.64	10.00	
	11600.00 11700.00	54.90 64.90	359.58 359.58	11495.81 11545.90	-4.55 81.85	-175.48 -176.11	-0.26 86.13	10.00 10.00	
	11800.00	64.90 74.90	359.58	11545.90	175.64	-176.11	179.91	10.00	
	11900.00	84.90	359.58	11597.73	273.96	-177.52	278.22	10.00	
	11950.99	90.00	359.58	11600.00	324.88	-177.89	329.14	10.00	Landing Point
	12000.00	90.00	359.58	11600.00	373.89	-178.25	378.14	0.00	
	12100.00	90.00	359.58	11600.00	473.89	-178.99	478.13	0.00	
	12200.00	90.00	359.58	11600.00	573.89	-179.72	578.11	0.00	
	12300.00	90.00	359.58	11600.00	673.89	-180.45	678.10	0.00	
	12400.00	90.00	359.58	11600.00	773.88	-181.19	778.08	0.00	
	12500.00 12600.00	90.00 90.00	359.58 359.58	11600.00 11600.00	873.88 973.88	-181.92 -182.65	878.07 978.05	0.00 0.00	
		20.00			2.0.00	. 02.00	2.0.00	5.00	

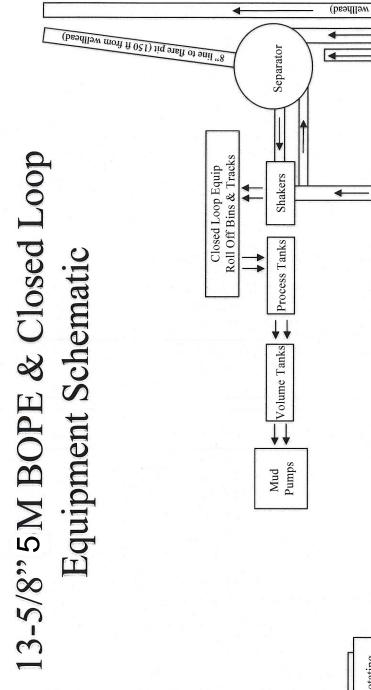
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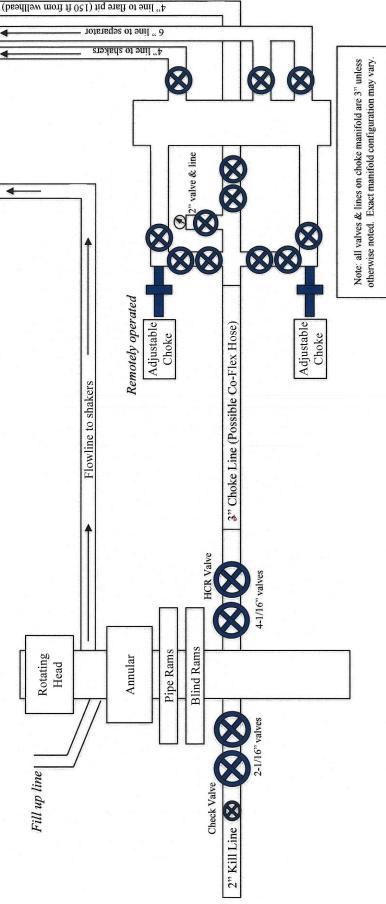
levon		County:	Lea	IOODLE 29-20) FED COM 5	02H			Geodetic System: US State Plane 1983 Datum: North American Datum 1927
			Permit Plar Permit Plar						Ellipsoid: Clarke 1866 Zone: 3001 - NM East (NAD83)
	MD (ft)	INC	AZI	TVD (ft)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)	Comment
	12700.00	(°) 90.00	(°) 359.58	11600.00	1073.87	-183.39	1078.04	0.00	
	12800.00	90.00	359.58	11600.00	1173.87	-184.12	1178.02	0.00	
	12900.00	90.00	359.58	11600.00	1273.87	-184.85	1278.01	0.00	
	13000.00	90.00	359.58	11600.00	1373.87	-185.59	1377.99	0.00	
	13100.00	90.00	359.58	11600.00	1473.86	-186.32	1477.98	0.00	
	13200.00	90.00	359.58	11600.00	1573.86	-187.06	1577.97	0.00	
	13300.00	90.00	359.58	11600.00	1673.86	-187.79	1677.95	0.00	
	13400.00	90.00	359.58	11600.00	1773.86	-188.52	1777.94	0.00	
	13500.00	90.00	359.58	11600.00	1873.85	-189.26	1877.92	0.00	
	13600.00	90.00	359.58	11600.00	1973.85	-189.99	1977.91	0.00	
	13700.00 13800.00	90.00 90.00	359.58 359.58	11600.00 11600.00	2073.85 2173.84	-190.72 -191.46	2077.89 2177.88	0.00 0.00	
	13900.00	90.00	359.58	11600.00	2173.84	-191.46	2177.86	0.00	
	14000.00	90.00	359.58	11600.00	2373.84	-192.92	2377.85	0.00	
	14100.00	90.00	359.58	11600.00	2473.84	-193.66	2477.83	0.00	
	14200.00	90.00	359.58	11600.00	2573.83	-194.39	2577.82	0.00	
	14300.00	90.00	359.58	11600.00	2673.83	-195.12	2677.80	0.00	
	14400.00	90.00	359.58	11600.00	2773.83	-195.86	2777.79	0.00	
	14500.00	90.00	359.58	11600.00	2873.83	-196.59	2877.77	0.00	
	14600.00	90.00	359.58	11600.00	2973.82	-197.33	2977.76	0.00	
	14700.00	90.00	359.58	11600.00	3073.82	-198.06	3077.75	0.00	
	14800.00	90.00	359.58	11600.00	3173.82	-198.79	3177.73	0.00	
	14900.00 15000.00	90.00 90.00	359.58 359.58	11600.00 11600.00	3273.82 3373.81	-199.53 -200.26	3277.72 3377.70	0.00 0.00	
	15100.00	90.00	359.58	11600.00	3473.81	-200.28	3477.69	0.00	
	15200.00	90.00	359.58	11600.00	3573.81	-201.73	3577.67	0.00	
	15300.00	90.00	359.58	11600.00	3673.80	-202.46	3677.66	0.00	
	15400.00	90.00	359.58	11600.00	3773.80	-203.19	3777.64	0.00	
	15500.00	90.00	359.58	11600.00	3873.80	-203.93	3877.63	0.00	
	15600.00	90.00	359.58	11600.00	3973.80	-204.66	3977.61	0.00	
	15700.00	90.00	359.58	11600.00	4073.79	-205.39	4077.60	0.00	
	15800.00	90.00	359.58	11600.00	4173.79	-206.13	4177.58	0.00	
	15900.00	90.00	359.58	11600.00	4273.79	-206.86	4277.57	0.00	
	16000.00 16100.00	90.00 90.00	359.58 359.58	11600.00 11600.00	4373.79 4473.78	-207.59 -208.33	4377.55 4477.54	0.00 0.00	
	16200.00	90.00	359.58	11600.00	4473.78	-208.33	4577.53	0.00	
	16300.00	90.00	359.58	11600.00	4673.78	-209.80	4677.51	0.00	
	16400.00	90.00	359.58	11600.01	4773.77	-210.53	4777.50	0.00	
	16500.00	90.00	359.58	11600.01	4873.77	-211.26	4877.48	0.00	
	16600.00	90.00	359.58	11600.01	4973.77	-212.00	4977.47	0.00	
	16700.00	90.00	359.58	11600.01	5073.77	-212.73	5077.45	0.00	
	16800.00	90.00	359.58	11600.01	5173.76	-213.46	5177.44	0.00	
	16900.00	90.00	359.58	11600.01	5273.76	-214.20	5277.42	0.00	
	17000.00	90.00	359.58	11600.01	5373.76	-214.93	5377.41	0.00	
	17100.00	90.00	359.58	11600.01 11600.01	5473.76	-215.66	5477.39	0.00	
	17200.00 17300.00	90.00 90.00	359.58 359.58	11600.01	5573.75 5673.75	-216.40 -217.13	5577.38 5677.36	0.00 0.00	
	17300.00	90.00	359.58	11600.01	5773.75	-217.13	5777.35	0.00	
	17500.00	90.00	359.58	11600.01	5873.75	-218.60	5877.33	0.00	
	17600.00	90.00	359.58	11600.01	5973.74	-219.33	5977.32	0.00	
	17700.00	90.00	359.58	11600.01	6073.74	-220.07	6077.31	0.00	
	17800.00	90.00	359.58	11600.01	6173.74	-220.80	6177.29	0.00	
	17900.00	90.00	359.58	11600.01	6273.73	-221.53	6277.28	0.00	
	18000.00	90.00	359.58	11600.01	6373.73	-222.27	6377.26	0.00	
	18100.00	90.00	359.58	11600.01	6473.73	-223.00	6477.25	0.00	
	18200.00 18300.00	90.00 90.00	359.58	11600.01 11600.01	6573.73	-223.73	6577.23 6677.22	0.00	
	18300.00	90.00 90.00	359.58 359.58	11600.01	6673.72 6773.72	-224.47 -225.20	6777.20	0.00 0.00	
	18400.00	90.00	359.58	11600.01	6873.72	-225.20	6877.19	0.00	
	18600.00	90.00	359.58	11600.01	6973.72	-226.67	6977.17	0.00	
	18700.00	90.00	359.58	11600.01	7073.71	-227.40	7077.16	0.00	
	18800.00	90.00	359.58	11600.01	7173.71	-228.13	7177.14	0.00	
	18900.00	90.00	359.58	11600.01	7273.71	-228.87	7277.13	0.00	
	19000.00	90.00	359.58	11600.01	7373.71	-229.60	7377.11	0.00	
	19100.00	90.00	359.58	11600.01	7473.70	-230.34	7477.10	0.00	
	19200.00	90.00	359.58	11600.01	7573.70	-231.07	7577.09	0.00	
	19300.00	90.00	359.58	11600.01	7673.70	-231.80	7677.07	0.00	
	19400.00	90.00	359.58	11600.01	7773.69	-232.54	7777.06	0.00	
	19500.00	90.00	359.58	11600.01	7873.69	-233.27	7877.04	0.00	
	19600.00	90.00	359.58	11600.01	7973.69	-234.00	7977.03	0.00	

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devon	Well: DANGER NOODLE 29-20 FED COM 502H County: Lea 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	Comment		
	(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	comment		
	19700.00	90.00	359.58	11600.01	8073.69	-234.74	8077.01	0.00			
	19800.00	90.00	359.58	11600.01	8173.68	-235.47	8177.00	0.00			
	19900.00	90.00	359.58	11600.01	8273.68	-236.20	8276.98	0.00			
	20000.00	90.00	359.58	11600.01	8373.68	-236.94	8376.97	0.00			
	20100.00	90.00	359.58	11600.01	8473.68	-237.67	8476.95	0.00			
	20200.00	90.00	359.58	11600.01	8573.67	-238.40	8576.94	0.00			
	20300.00	90.00	359.58	11600.01	8673.67	-239.14	8676.92	0.00			
	20400.00	90.00	359.58	11600.01	8773.67	-239.87	8776.91	0.00			
	20500.00	90.00	359.58	11600.01	8873.66	-240.61	8876.89	0.00			
	20600.00	90.00	359.58	11600.01	8973.66	-241.34	8976.88	0.00			
	20700.00	90.00	359.58	11600.01	9073.66	-242.07	9076.87	0.00			
	20800.00	90.00	359.58	11600.01	9173.66	-242.81	9176.85	0.00			
	20900.00	90.00	359.58	11600.01	9273.65	-243.54	9276.84	0.00			
	21000.00	90.00	359.58	11600.01	9373.65	-244.27	9376.82	0.00			
	21100.00	90.00	359.58	11600.01	9473.65	-245.01	9476.81	0.00			
	21200.00	90.00	359.58	11600.01	9573.65	-245.74	9576.79	0.00			
	21300.00	90.00	359.58	11600.01	9673.64	-246.47	9676.78	0.00			
	21400.00	90.00	359.58	11600.01	9773.64	-247.21	9776.76	0.00			
	21500.00	90.00	359.58	11600.01	9873.64	-247.94	9876.75	0.00			
	21600.00	90.00	359.58	11600.01	9973.64	-248.67	9976.73	0.00			
	21700.00	90.00	359.58	11600.01	10073.63	-249.41	10076.72	0.00			
	21791.03	90.00	359.58	11600.01	10164.66	-250.08	10167.74	0.00	exit		
	21800.00	90.00	359.58	11600.01	10173.63	-250.14	10176.70	0.00			
	21871.03	90.00	359.58	11600.00	10244.66	-250.61	10247.72	0.00	BHL		

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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.

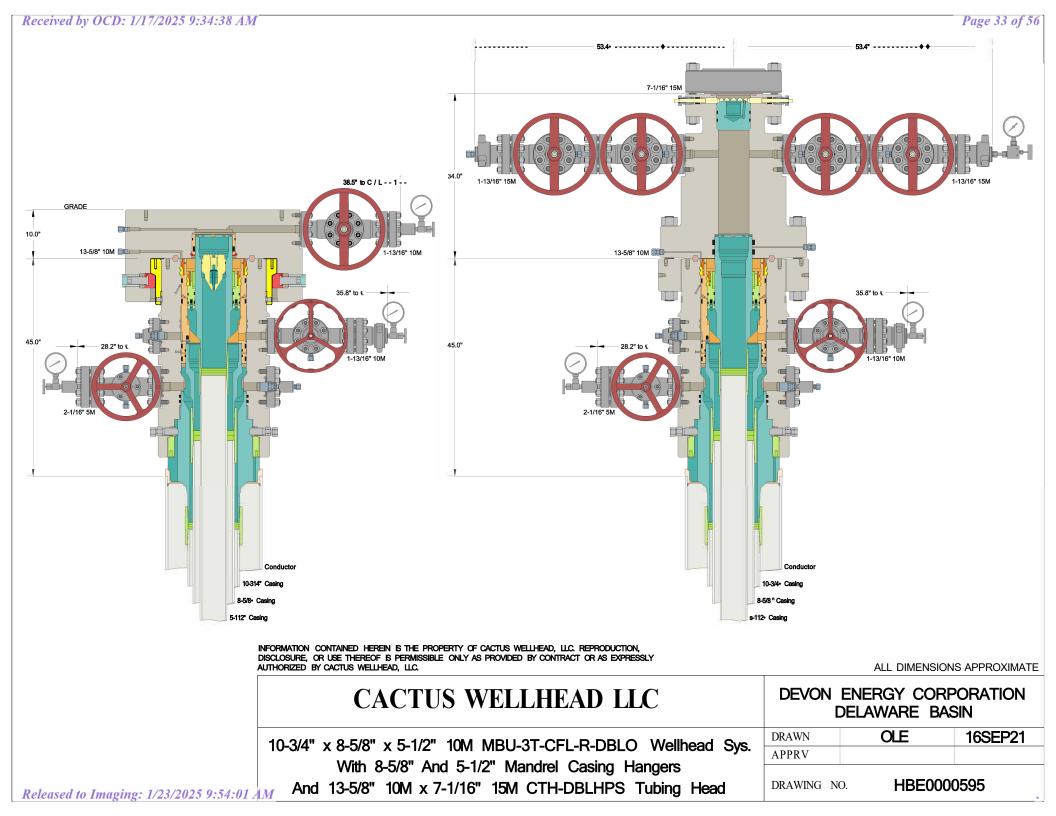
- Wellhead will be installed by wellhead representatives.
- If the welding is performed by a third party, the wellhead representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- Wellhead representative will install the test plug for the initial 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.



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.

Casing Assumptions and Load Cases

Surface

All casing design assumptions were ran in Stress Check to determine safety factor which meet or exceed both Devon Energy and BLM minimum requirements. All casing strings will be filled while running in hole in order to not exceed collapse rating of the pipe.

Surface Casing Burst Design				
Load Case	External Pressure	Internal Pressure		
Pressure Test	Formation Pore Pressure	Max mud weight of next hole-		
		section plus Test psi		
Drill Ahead	Formation Pore Pressure	Max mud weight of next hole		
		section		
Displace to Gas	Formation Pore Pressure	Dry gas from next casing point		

Surface Casing Collapse Design				
Load Case	External Pressure	Internal Pressure		
Full Evacuation	Water gradient in cement, mud above TOC	None		
Cementing	Wet cement weight	Water (8.33ppg)		

Surface Casing Tension Design			
Load Case	Assumptions		
Overpull	100kips		
Runing in hole	3 ft/s		
Service Loads	N/A		

Casing Assumptions and Load Cases

Intermediate

All casing design assumptions were ran in Stress Check to determine safety factor which meet or exceed both Devon Energy and BLM minimum requirements. All casing strings will be filled while running in hole in order to not exceed collapse rating of the pipe.

Intermediate Casing Burst Design				
Load Case	External Pressure	Internal Pressure		
Pressure Test	Formation Pore Pressure	Max mud weight of next hole-		
		section plus Test psi		
Drill Ahead	Formation Pore Pressure	Max mud weight of next hole		
		section		
Fracture @ Shoe	Formation Pore Pressure	Dry gas		

Intermediate Casing Collapse Design				
Load Case	External Pressure	Internal Pressure		
Full Evacuation	Water gradient in cement, mud	None		
	above TOC			
Cementing	Wet cement weight	Water (8.33ppg)		

Intermediate Casing Tension Design			
Load Case	Assumptions		
Overpull	100kips		
Runing in hole	2 ft/s		
Service Loads	N/A		

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

DIALEING CONDITI	
	ergy Production Company LP
LEASE NO.: NMNM1	
), Т.23 S., R.33 E., NMPM
COUNTY: Lea Coun	ty, New Mexico 🔽
WELL NAME & NO.: Danger N	oodle 29-20 Fed Com 501H
BOTTOM HOLE FOOTAGE 20'/N & 3	80'/W
ATS/API ID: ATS-24-2	70
APD ID: 10400095	545
Sundry ID: N/a	
	oodle 29-20 Fed Com 502H
BOTTOM HOLE FOOTAGE 20'/N & 2	160'/W
ATS/API ID: ATS-24-2	71
APD ID: 10400095	547
Sundry ID: N/a	
WELL NAME & NO.: Danger N	oodle 29-20 Fed Com 801H
BOTTOM HOLE FOOTAGE 20'/N & 4	30'/W
ATS/API ID: ATS-24-2	72
APD ID: 10400095	549
Sundry ID: N/a	
WELL NAME & NO.: Danger N	oodle 29-20 Fed Com 802H
BOTTOM HOLE FOOTAGE 20'/N & 1	245'/W
ATS/API ID: ATS-24-2	73
APD ID: 10400095	556
Sundry ID: N/a	
WELL NAME & NO.: Danger N	oodle 29-20 Fed Com 803H
BOTTOM HOLE FOOTAGE 20'/N & 2	060'/W
ATS/API ID: ATS-24-2	060'/W 74
	060'/W 74

Page 1 of 11

COA

TTD 2		[[]
H2S	Yes		
Potash	Ochoa 🔽	None	
Cave/Karst Potential	Low		
Cave/Karst	Critical		
Potential			
Variance	C None	E Flex Hose	C Other
Wellhead	Conventional and Multibov	vl 👤	
Other	□4 String	Capitan Reef	□ WIPP
		None 🝷	
Other	Pilot Hole	C Open Annulus	
	None 🔽		
Cementing	Contingency Squeeze	Echo-Meter	Primary Cement
	None	Int 1 🔻	Squeeze
			None 🚽
Special	□ Water	COM	Unit Unit
Requirements	Disposal/Injection		
Special	□ Batch Sundry	Waste Prevention	
Requirements		None 🔽	
Special	Break Testing	□ Offline	Casing
Requirements		Cementing	Clearance
Variance			

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **Delaware** formation. As a result, the Hydrogen Sulfide area must meet **43 CFR part 3170 Subpart 3176** 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 10-3/4 inch surface casing shall be set at approximately 1370 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt when present, and below usable fresh water) and cemented to the surface. The surface hole shall be Choose an item. inch in diameter.
 - 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 <u>8</u> <u>hours</u> 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.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

2. The minimum required fill of cement behind the 8-5/8 inch intermediate casing is:

Option 1 (Single Stage):

• 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.

Option 2:

Operator has proposed to cement in two stages by conventionally cementing the first stage and performing a bradenhead squeeze on the second stage, contingent upon no returns to surface.

Page 3 of 11

- a. First stage: Operator will cement with intent to reach the top of the **Brushy** Canyon at 7365'.
- b. Second stage:
 - Operator will perform bradenhead squeeze and top-out. Cement to surface. If cement does not reach surface, the appropriate BLM office shall be notified. (Squeeze 824 sxs Class C)
 Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Operator has proposed to pump down **10-3/4**" X **8-5/8**" annulus after primary cementing stage. <u>Operator must run Echo-meter to verify Cement Slurry/Fluid top in the annulus Or operator shall run a CBL from TD of the **8-5/8**" casing to surface after the second stage <u>BH to verify TOC.</u></u>

Submit results to the BLM. No displacement fluid/wash out shall be utilized at the top of the cement slurry between second stage BH and top out. Operator must run one CBL per Well Pad. Operator may conduct a negative and positive pressure test during completion to remediate sustained casing pressure.

If cement does not reach surface, the next casing string must come to surface.

Operator must use a limited flush fluid volume of 1 bbl following backside cementing procedures.

- In <u>Ochoa Potash 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 5-1/2 inch production casing is:
 - Cement should tie-back at least 500 feet into the previous casing string. Operator shall provide method of verification.
 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 is required if washout occurs. Adjust cement volume and excess based on a fluid caliper or similar method that reflects the as-drilled size of the wellbore.

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 **5000 (5M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the **8-5/8** inch intermediate casing shoe shall be **5000 (5M)** psi.

Option 2:

Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the **10-3/4** inch 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.

- 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 43 CFR 3172.6(b)(9) 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.
- The operator will submit an as-drilled survey well plat of the well completion, but are not limited to, those specified in 43 CFR part 3170 Subpart 3171

Approval Date: 11/22/2024

- 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. <u>When the Communitization Agreement number is known, it shall also be on the sign.</u>

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)
 - Lea County Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 689-5981
- 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 2nd 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 **43** CFR part **3170** Subpart **3172** 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.

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.

Approval Date: 11/22/2024

- 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 of both lead and tail cement, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. <u>Wait on cement (WOC) for Water Basin:</u> 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 <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity 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
- All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in 43 CFR part 3170 Subpart 3172 and API STD 53 Sec. 5.3.
- 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

Page 8 of 11

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 43 CFR 3172.6(b)(9) 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 cement), 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 cement plug. The BOPE test can be

initiated after bumping the cement plug with the casing valve open. (only applies to single stage cement jobs, prior to the cement setting up.)

- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer and can be initiated immediately with the casing valve open. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to 43 CFR part 3170
 Subpart 3172 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 8 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 43 CFR part 3170 Subpart 3172.

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.

Long Vo (LVO) 8/22/2024



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

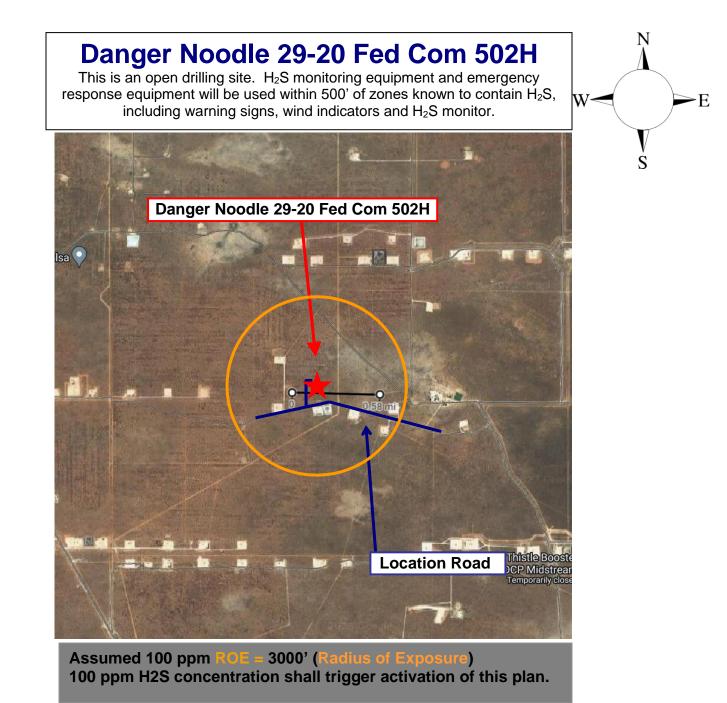
Hydrogen Sulfide (H₂S) Contingency Plan

For

Danger Noodle 29-20 Fed Com 502H

Sec-29 T-23S R-33E 298' FSL & 2335' FWL LAT. = 32.269274° N (NAD83) LONG = 103.595329° W

Lea 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. <u>There are no homes or buildings in or near the ROE</u>.

Assumed 100 ppm ROE = 3000'

100 ppm H₂S concentration shall trigger activation of this plan.

Emergency Procedures

In the event of a release of gas containing H₂S, 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 H₂S 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
 - \circ Detection of H₂S, and
 - Measures for protection against the gas,
 - 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 (SO₂). 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

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

Characteristics of H₂S and SO₂

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 (H₂S) 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 (H₂S)
- 2. The proper use and maintenance of personal protective equipment and life support systems.
- 3. The proper use of H₂S 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 H₂S 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 H₂S Drilling Operations Plan.

There will be weekly H₂S and well control drills for all personnel in each crew.

II. HYDROGEN SULFIDE TRAINING

Note: All H₂S 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 H₂S.

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. H₂S detection and monitoring equipment:

Portable H₂S monitors positioned on location for best coverage and response. These units have warning lights which activate when H₂S 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_2S circulated to surface. Proper mud weight, safe drilling practices and the use of H_2S scavengers will minimize hazards when penetrating H_2S bearing zones.

5. Metallurgy:

- A. All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold lines, and valves shall be H₂S trim.
- B. All elastomers used for packing and seals shall be H₂S trim.

6. Communication:

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

7. Well testing:

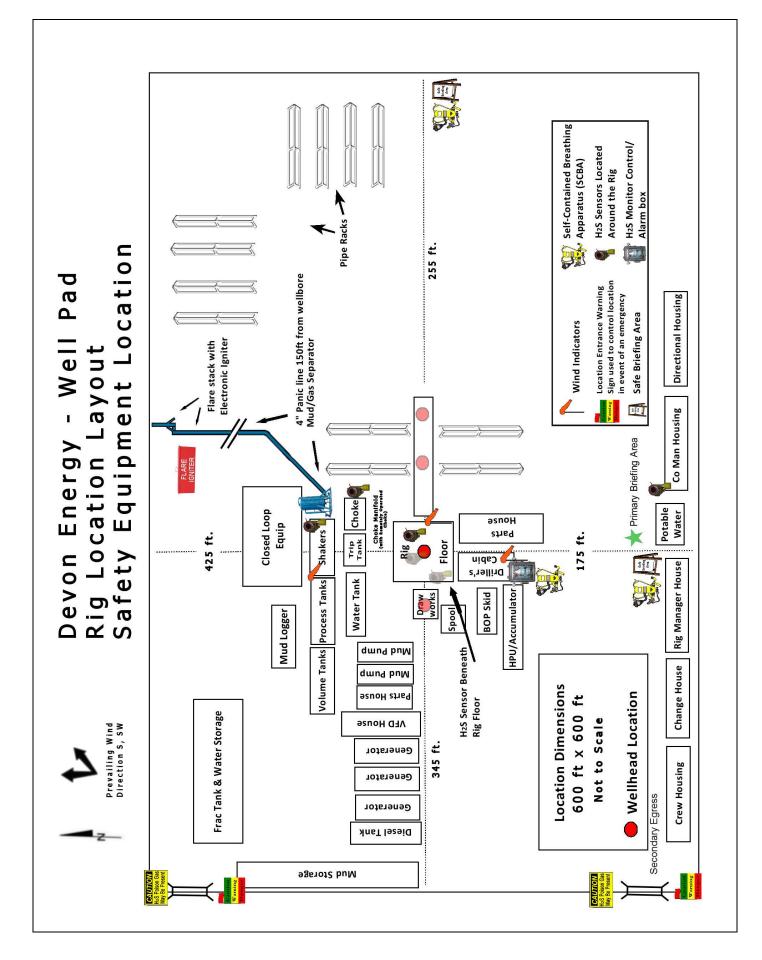
- A. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safety and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H₂S environment will use the closed chamber method of testing.
- B. There will be no drill stem testing.

Devon Energy Corp. Company Call List			
Employee/Company Contact 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

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<u>Lea</u>	Hobbs	
County	Lea County Communication Authority	397-926
<u>(575)</u>	State Police	885-313
	City Police	397-926
	Sheriff's Office Ambulance	396-361
		91
	Fire Department	397-930
	LEPC (Local Emergency Planning Committee)	393-287
	NMOCD	393-616
	US Bureau of Land Management (Closed)	393-000
Eddy	Carlsbad	
County	State Police	885-313
<u>(575)</u>	City Police	885-211
	Sheriff's Office	887-755
	Ambulance	91
	Fire Department	885-312
	LEPC (Local Emergency Planning Committee)	887-379
	US Bureau of Land Management	234-597
	NM Emergency Response Commission (Santa Fe)	(505) 476-960
	24 HR	(505) 827-912
	National Emergency Response Center	(800) 424-880
	National Pollution Control Center: Direct	(703) 872-600
	For Oil Spills	(800) 280-711
	Emergency Services	
	Wild Well Control	(281) 784-470
	Cudd Pressure Control (915) 699-0139	(915) 563-335
	Halliburton	(575) 746-275
	B. J. Services	(575) 746-356
Give	Native Air – Emergency Helicopter – Hobbs	(575) 347-983
GPS	For Air Ambulance - Eddy County Dispatch	(575)-616-715
position:	For Air Ambulance - Lea County (LCCA)	(575)-397-926
	Poison Control (24/7)	(800) 222-122
	Oil & Gas Pipeline 24 Hour Service	(800) 364-436
	NOAA – Website - www.nhc.noaa.gov	× •
	National Pollution Control Center	202-795-695
	NPCC – Oil Spills	800-280-711



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Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Operator:	OGRID:	
DEVON ENERGY PRODUCTION COMPANY, LP	6137	
333 West Sheridan Ave.	Action Number:	
Oklahoma City, OK 73102	421926	
	Action Type:	
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)	

CONDITIONS

Created By	Condition	Condition Date
wsalter	Cement is required to circulate on both surface and intermediate1 strings of casing.	1/17/2025
wsalter	If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing.	1/17/2025
pkautz	File As Drilled C-102 and a directional Survey with C-104 completion packet.	1/23/2025
pkautz	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.	1/23/2025
pkautz	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.	1/23/2025

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Action 421926