Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

| D | ! ID E A ! I O E I A NID N/A NIA CEN | IENT | Bxpires | . July 31, 2010 | |
|---|---|---|--|--|--|
| BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. | | | 5. Lease Serial No. NMNM89052 | | |
| | | | 6. If Indian, Allottee | 6. If Indian, Allottee or Tribe Name | |
| SUBMIT IN TRI | PLICATE - Other instruction | s on reverse side. | 7. If Unit or CA/Agre | eement, Name and/or No. | |
| Type of Well | 8. Well Name and No APACHE 25 FED | | | | |
| 2. Name of Operator Contact: TRINA C COUCH | | | 9. API Well No. | | |
| DEVON ENERGY PRODUCTION CO.ERMail: trina.couch@dvn.com | | | 30-015-41395 | | |
| 3a. Address DEVON ENERGY PRODUCT OKLAHOMA CITY, OK 7310 | TION CO.LP 333 WEST SHEF | Phone No. (include area code RID IOS-22ÆCECIS AHOMA | e) 10. Field and Pool, or CITY, OK 78102-6051 MEDANO | r Exploratory S;BONE SPRING | |
| 4. Location of Well (Footage, Sec., 7 | ., R., M., or Survey Description) | | 11. County or Parish, and State | | |
| Sec 25 T22S R30E 1080FNL | 330FEL | | EDDY COUNT | EDDY COUNTY COUNTY, NM | |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO IN | DICATE NATURE OF | NOTICE, REPORT, OR OTHE | ER DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | |
| ■ Notice of Intent | ☐ Acidize | □ Deepen | ☐ Production (Start/Resume) | ■ Water Shut-Off | |
| Subsequent Report | ☐ Alter Casing | ☐ Fracture Treat | ☐ Reclamation | ■ Well Integrity | |
| • | ☐ Casing Repair☐ Change Plans | ■ New Construction | Recomplete | | |
| ☐ Final Abandonment Notice | Convert to Injection | □ Plug and Abandon□ Plug Back | ☐ Temporarily Abandon☐ Water Disposal | PD | |
| Attach the Bond under which the wo following completion of the involved | rk will be performed or provide the B l operations. If the operation results i pandonment Notices shall be filed onl inal inspection.) mpany, L.P. respectfully reque ill. While drilling the intermedia | ond No. on file with BLM/BI n a multiple completion or rec ly after all requirements, inclu ests to change to the cen tte interval, the hole star | ted | e filed within 30 days 50-4 shall be filed once and the operator has copied for record MACCD JCS. | |
| This interval should be TD'd o | | | | 9/13/2013 | |
| | SEF | CEIVED 2 1 3 2013 CD ARTESIA | SEE ATTACHED CONDITIONS O | | |
| 14. I hereby certify that the foregoing is | true and correct. Electronic Submission #2194 | 53 verified by the BLM We | ell Information System | | |
| | For DEVON ENERGY PR Committed to AFMSS for pro | RODUCT ON CO.LP, sent ocessing by KURT SIMM | to the Carlsbad DNS on 09/09/2013 () | | |
| Name(Printed/Typed) TRINA C | COUCH | Title REGU | LATORY ASSOCIATE | | |
| Signature (Electronic S | Submission) | Date 09/09/2 | APPRO APPRO | VED | |
| | THIS SPACE FOR F | EDERAL OR STATE | OFFICE USE | | |
| Approved By | | Title | SEP 9 | 2011 | |
| Conditions of approval, if any, are attache certify that the applicant holds legal or equ which would entitle the applicant to condu | itable title to those rights in the subje | earrant or ect lease Office | BURIAU OF LANDA | AND GEMEN AND AND AND AND AND AND AND AND AND AN | |

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

Apache 25 Fed 18H: Intermediate Two Stage Sundry Details

| 13 3/8" Casing Depth: | 520' |
|--------------------------------|---------|
| Depth at start of fluid loss: | 750' |
| Proposed DV/ECP Setting Depth: | 650' |
| Planned 9 5/8" Setting Depth: | 3,870' |
| Required TOC: | Surface |

Cement Excess Based on 75% over Nominal Hole and 5% in Cased Hole. Cement volumes will be increased if caliper/fluid caliper results indicate larger hole volumes are present.

Fluid 1: Lead Cement

ECONOCEM (TM) SYSTEM
5 % Salt (Salt)
0.125 lbm/sk Poly-E-Flake (Lost Circulation Additive)
Fluid Weight
Slurry Yield: 1.85 ft³/sk
9.81 Gal/sk

Top of Fluid: 2720 ft 650 ft Calculated Fill: 650 ft 650 ft

Volume: 63.5 bbl 265.5bbl Calculated Sacks: 193 sks 808sks

Proposed Sacks: 200 sks-810sks

Fluid 2: Tail Cement

HALCEM (TM) SYSTEM Fluid Weight 14.80 lbm/gal 0.125 lbm/sk Poly-E-Flake (Lost Circulation Additive) Slurry Yield: 1.33 ft³/sk

Total Mixing Fluid: 1.33 ft /sk

Top of Fluid: 3370 ft
Calculated Fill: 500 ft

Volume: 51.84 bbl

Calculated Sacks: 219.67 sks Proposed Sacks: 220 sks

Multiple Stage Cementer 650 ft (MD)

Stage 2

Fluid 3: Tail Cement

HALCEM (TM) SYSTEM Fluid Weight 14.80 lbm/gal

Slurry Yield: 1.33 ft³/sk
Total Mixing Fluid: 6.34 Gal/sk

Top of Fluid: 0.54 C

Calculated Fill: 650 ft

Volume: 49.30 bbl

Calculated Sacks: 208.76 sks Proposed Sacks: 210 sks

CONDITIONS OF APPROVAL

OPERATOR'S NAME: | Devon Energy Production Company, L.P.

LEASE NO.: NMNM-89052

WELL NAME & NO.: | Apache 25 Fed 18H

SURFACE HOLE FOOTAGE: 1080' FNL & 0330' FEL BOTTOM HOLE FOOTAGE 1980' FNL & 0330' FWL

LOCATION: | Section 25, T. 22 S., R 30 E., NMPM

COUNTY: Eddy County, New Mexico

API: | 30-015-41395

The COAs from the sundry approved 08/29/2013 still stand with the following modifications:

1. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:

Operator has proposed DV tool at depth of 650°. Operator is to set DV tool a minimum of 50° below the 13-3/8° casing. Operator must receive approval if DV tool depth varies by more than 100° from approved depth.

- a. First stage to DV tool:
- Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job. Operator should have plans as to how they will achieve circulation on the next stage.
- b. Second stage above DV tool:
- □ 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 high cave/karst and R-111-P Potash. Excess calculates to 18% Additional cement may be required.

JAM 090913