State of New Mexico **Energy Minerals and Natural Resources**

Form C-101 May 27, 2004

1301 W Grand Avenue, Artesia, NM 88210

Date: 09/17/07

Phone: (405)-552-7802

1000 Rio Brazos Road, Aztec, NM 874105EP 1 8 2007 District IV

Oil Conservation Division 1220 South St. Francis Dr.

Submit to appropriate District Office

			18750D-AK R PERMIT			a Fe, NM 8 ENTER		VERLUGE	RACK. O	RAD	D A ZONE
71111	APPLICATION FOR PERMIT TO DRILL, RE- Operator Name and Address						DEET E	² OGRID Number			
Devon Energy Production Company L P. 20 North Broadway OKC, OK 73102-8260) ————————————————————————————————————	6137 API Number		
³ Prop	20 North Broadway OKC, OK 73102-8260 3 Property Code Property							30-015-347	/82	° Wel	l No.
Hackberry							2				
	Proposed Pool 1	Hackberry .	JI State			Proposed Pool		•			
Sheep Draw, Morrow (Gas)											
					⁷ Surface	Location					
UL or lot no	Section T	ownship	vnship Range		Lot Idn Feet fro		he North/South line		East/W	est line	County
P	31	22S	26E	920		20	South	1310	Ea	st	Eddy
⁸ Proposed Bottom Hole Location If Different From Surface											
UL or lot no	Section T	ownship	Range	Lot	Idn Feet fi	om the Nor	th/South line	Feet from the	East/W	est line	County
P	31	22S	26E	1		20	South		Ea	East Eddy	
11 4			12		dditional Wo					15 -	
'' Work	Type Code N		12 Well Type C G	ode	13 Cab	e/Rotary R	14 Lease Type (S		e	15 Ground Level Elevat 3381'	
16 N	Multiple	+	17 Proposed De	pth	18 Fo	19 Contractor			²⁰ Spud Date		
	N		11,800'						10/01/07		
Depth to Grou	ındwater			Distanc	e from nearest fres	h water well		Distance f	Distance from nearest surface water		
Pit' Liner:	: Synthetic		ils thick Clay	☐ Pit V	olume: bbl		Drilling Meth	10d			
	ed-Loon System		Í	_			_		Diesel/Oil-bas	sed \square (Gas/Air 🗍
Closed-Loop System Proposed Casing and Cement Program											
Hole S	Size	Cas	sing Size	Casir	Casing weight/foot		Setting Depth		f Cement	Estimated TOC	
17.1/	/2"		13 3/8"	48#		4	450'		427 sx CLC		Surface
12 1/			9 5/8"	36#			1600'		754 sx CLC		Surface
8 3/4	4"	5 1/2"		17#		116	11675'		sx CLC		4500'
								 			·
22 Describe th	he proposed pro	gram. If	this application	is to DEE	PEN or PLUG BA	CK, give the d	ata on the pr	esent productiv	e zone and pr	oposed ne	ew productive zone.
Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Devon respectfully requests permission to change from a directional to a vertical well Will drill to a total depth of 11,800' and complete as a Morrow gas development well. If it is deemed non-commercial then it will be plugged and abandoned in accordance with the rules and regulations established by the New Mexico OCD or converted to salt water disposal after installing production casing and obtaining the necessary disposal permits											
No H2S is expected to be encountered; H2S plan provided. 5000 psi Double and Hydril with drilling spool & rotating head to be used											
City of Carlsbad Sheep Draw Wellfield Protection Area Permit filed with Dave Hennard (RESPEC) & Richard Aguilar (City of Carlsbad) Copy of OCD form C-101 provided to both agencies. Approved 7/13/06. OCD permit reflects 9 5/8" casing set @ 1600' per variance exception granted by City of Carlsbad											
²³ I hereby certify that the information given above is true and complete to the OIL CONSERVATION DIVISION											
best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines a general permit , or an (attached) alternative OCD-approved plan											
Printed name: Stephanie A. Ysasaga						Title: DISTRICT II GEOLOGIST					
Title Sr Staff Engineering Technician // Approval Date SEP 1 8 2007 Expiration Date: SEP 1						EP1 8 2008					
F	ss: Stephanie Y	525202	dyn dom	\overline{II}	/						

Conditions of Approval Attached

· DISTRICT I 1625 N. French Dr., Hobbs, NM 88240

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

DISTRICT II 811 South First, Artesia, NM 88210

Submit to Appropriate District Office

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 State Lease — 4 Copies Fee Lease — 3 Copies

OIL CONSERVATION DIVISION

2040 South Pacheco

□ AMENDED REPORT

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505

Santa Fe. New Mexico 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT											
30-015-34782			Pool Code Sheep Draw; Morrow					w (Gas)			
Property Code			Property Name						Well Number		
			HACKBERRY "31" STATE						2		
OGRID No.			Operator Name						Elevation		
6137			DEVON ENERGY PRODUCTION CO., L.P. 3381'					11'			
Surface Location											
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
Р	31	22 S	26 E		920	SOUTH	1310	EAST	EDDY		

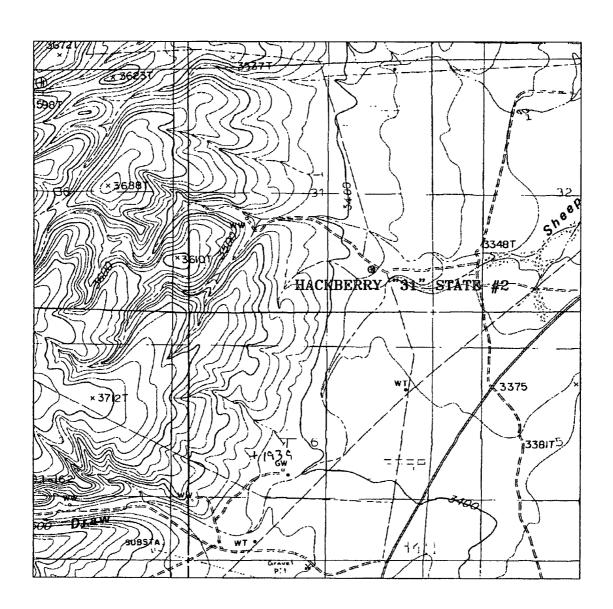
Bottom Hole Location If Different From Surface North/South line UL or lot No. Section Township Range Lot Idn Feet from the Feet from the East/West line County Dedicated Acres Joint or Infill Consolidation Code Order No. 320

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	-	OPERATOR CERTIFICATION
		I hereby certify the the information
		contained herein is true and complete to the
!		best of my knowledge and belief.
	1	
LOT 1		Signature
 	- 	Stephanie A. Ysasaga
		Printed Name
l I		Sr. Staff Engineering Tech
	i	Title
i	i	04/10/06
ll i	i	Date
j i		
LOT 2 //	/ / / / /	SURVEYOR CERTIFICATION
	" "	I hereby certify that the well location shown
12 1 2 2 2	, i , i , i	on this plat was plotted from field notes of
NOTES	VO-6205	actual surveys made by me or under my supervision and that the same is true and
		correct to the best of my belief.
!	}	/
()	Lat - N32°20'36.7"	MARCH 17, 20061. JONES
LOT 3	Long - W104 19 40.8"	Date Surveyed Signature & Seal of
	- +	Signature & Seal of Professional Surgeyor
		1
1	1310'	I Weller
	, t	The state of the s
	1 4	W.O. No. 6359
LY I	920	Certificate No. Gary L. Sones 7977
1		300
LOT 4 // Y/		BASIN SURVEYS

SECTION 31, TOWNSHIP 22 SOUTH, RANGE 26 EAST, N.M.P.M., EDDY COUNTY, □ 150' NORTH DEVON ENERGY PRODUCTION CO., L.P. HACKBERRY "31" STATE #2 Elev. - 3381' o 150' WEST OFF SET Lat.-N 32*20'36.7" 150' EAST OFF SET 3379.3' Long-W 104'19'40.8" 3382.6 Proposed Legse Road 681 594 150' SOUTH OFF SET 3379.2 100 100 200 FEET BEFF SCALE: 1" = 100' Directions to Location: DEVON ENERGY PROD. CO., L.P. FROM THE JUNCTION OF US HWY 62/180 AND CO. RD. 672, GO EAST ON 672 FOR 5.5 MILES TO LEASE ROAD; THENCE NORTH ON LEASE ROAD FOR REF: HACKBERRY "31" STATE No. 2 / Well Pod Topo APPROX. 0.5 MILE TO PROPOSED LEASE ROAD THE HACKBERY "31" STATE No. 2 LOCATED 920' FROM ALONG 2-TRACK ROAD. THE SOUTH LINE AND 1310' FROM THE EAST LINE OF BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO SECTION 31, TOWNSHIP 22 SOUTH, RANGE 26 EAST, W.O. Number: 6359 N.M.P.M., EDDY COUNTY, NEW MEXICO. Drawn By: K. GOAD Sheet Sheets Date: 03-20-2006 Disk: KJG CD#4 -6359A.DWG Survey Date: 03-17-2006

.; .



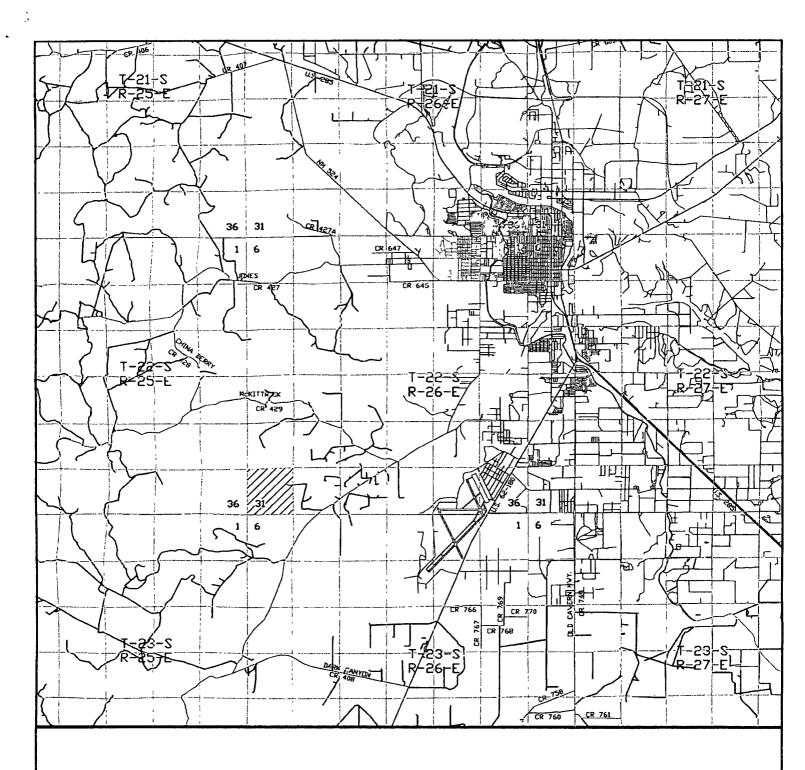
HACKBERRY "31" STATE #2 Located at 920' FSL AND 1310' FEL Section 31, Township 22 South, Range 26 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number:	6359AA — KJG CD#4
Survey Date:	03-17-2006
Scale: 1" = 20	000'
Date: 03-20-	-2006

DEVON ENERGY PROD. CO., L.P.



HACKBERRY "31" STATE #2
Located at 920' FSL AND 1310' FEL
Section 31, Township 22 South, Range 26 East,
N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number:	6359AA — KJG CD#4
Survey Date:	03-17-2006
Scale: 1" = 2	MILES
Date: 03-20-	-2006

DEVON ENERGY PROD. CO., L.P.