District I

District II

State of New Mexico

Energy, Minerals & Natural Resources Department

Form C-104

Instructions on back

Revised October 18, 1994

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Submit to Appropriate District Office

5 Copies

AMENDED REPORT

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV

PO Drawer DD, Artesia, NM 88211-0719

PO Box 1980, Hobbs, NM 88241-1980

2040 South Pacheco, Santa Fe, NM 87505

REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

MAY 2 \$ 2008 Operator Name and Address OGRID Number Devon Energy Production Company, LP 6137 OCO-ARTESIA 20 N. Broadway, Suite 1500 Reason for Filing Code Oklahoma City, OK 73102-8260 NW Pool Name

API Number 30-015-35184 Happy Valley; Morrow (Gas) Property Cod Property Name Perfecto 2 State Com 2

Surface Location

UI or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South Line	Feet from the	East/West Line	County
Н	3	22S	26E		2100	NORTH	150	EAST	EDDY

"Bottom Hole Location

UI or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South Line	Feet from the	East/West Line	County
L	2	22S	26E		1399	SOUTH	788	EAST	EDDY
12 Lse Code	¹³ Producing Method Code		de 1	14 Gas Connection Date		¹⁵ C-129 Permit Numb	er 16 C-129 I	Effective Date	C-129 Expiration Date
F		P		6/27	/2007				

¹⁸ Transporter	¹⁹ Transporter Name	²⁰ POD	²¹ O/G	22 POD ULSTR Location
OGRID	and Address			and Description
9171	DCP Midstream		G	
	P.O. Box 50020 Midland, Texas 79710-0020			

Produced Water

1v. Troduced water								
	²³ POD	²⁴ POD ULSTR Location and Description						

Well Completion Data

25 Spud Date	26 Ready Date	1	²⁸ PBTD	²⁹ Perforations	30 DHC, DC, MC	
3/10/2007 6/27/20		07 11,921'	11,845'	11,654' - 11,766'	'	
31 Hole Size		32 Casing & Tubing Size		33 Depth Set	³⁴ Sacks Cement	
17"		13 3/8"		354'	2195 CI C & H	
12 1/4"		9 5/8"		2553'	1840 sx Cl C & H	
8 3/4"		7''	10108'		1400 sx Cl C	
6 1/8''		4 1/2"		11921'	150 sx Cl C	

VI. Well Test Data

35 Date New Oil	³⁶ Gas Delivery Date	37 Test Date	38 Test Length	39 Tbg Pressure	40 Csg Pressure
6/27/2007	6/27/2007	6/28/2007	24		
41 Choke Size	⁴² Oıl	43 Water	44 Gas	√ ⁴⁵ AOF	46 Test Method
12/64"	0	0	1.3 MMCF		Flowing

"I hereby certify that the rules of the Oil Conservation division have been complied

with and that the informati given above is true and complete to the best of my

knowledge and belief

Signature √Stephanie A∕. √sasaga Printed Name Title Staff Engingering Technician 8/6/2007 Phone 405-552-7802

Title Approval Date

If this is a change of operator fill in the OGRID number and name of the previous operator

Printed Name Previous Operator Signature

Title Date

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

''''MAY 28 2008

Response Required - Deadline Enclosed

OCD-ARTESIA

15-May-08

DEVON ENERGY PRODUCTION COMPANY, LP

PO Box 250 Artesia, NM 88210 LOV NO. 2-08-088

LETTER OF VIOLATION Delinquent Regulatory Filings

Dear Operator:

Oil Conservation Division ("OCD") records indicate that you failed to file the required reports identified below, or that your filings were incomplete or inaccurate.

NON-COMPLIANT WELL DETAIL SECTION

PERFECTO 2 STATE COM No.002

Location: 3-22S-26E

30-015-35184-00-00

Original Well Type: Gas (Producing)
Determination or Violation Date: 5/15/2008

Well Status: New (Not Drilled /

Delinquent Report or Filing(s): - Other Paperwork or Filing - Other

Monitoring and Reporting Violation

Comments: Review of files indicate no Request for Allowable and Authorization to Transport (C-104) has been submitted. Violation of Rule 19.15.10.801.

CORRECTIVE ACTION ON THIS WELL DUE BY: 6/14/2008

Please file or correct the reports identified above by the corrective action due date indicated. If you fail to file or correct the reports by that date, the OCD will take enforcement action that may include but is not limited to applying for an order assessing civil penalties and/or requiring you to plug and abandon the wells associated with those reports.

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infrastructure of the oil and gas industry.

Sincerely

tesia OCD Distract Office

ARTESIA, N.M. MAY 1 9 2008