Form 3160-5 (February 2005),

UNITED S DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APROVED OMB NO. 1004-0135 EXPIRES: March 31, 2007

Lease Serial No.

7	
0	M

SUNDRY NOTICES AND REPORTS ON WELLS

NM-77046 Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposats 6. If Indian, Allottee or Tribe Name SUBMIT IN TRIPLICATE 7. Unit or CA Agreement Name and No. 1a. Type of Well ✓ Gas Well Oil Well Other 8 Well Name and No. NMOCD ARTESIA North Pure Gold 9 Federal 18N 2. Name of Operator **DEVON ENERGY PRODUCTION COMPANY, LP** 9. API Well No. 30-015-37616 3. Address and Telephone No. 20 N. Broadway, Oklahoma City, Ok 73102-8260 10. Field and Pool, or Exploratory **Upper Penn Shale** 4. Location of Well (Report location clearly and in accordance with Federal requirements)* 11. County or Parish 660' FSL 1310' F₩/L P SEC 9 T23S R31E State BHL: 660 FNL & 1310 FEL PP:869 FSL & 1310 FEL NM 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OS SUBMISSION TYPE OF ACTION Production (Start/Resume) Water Shut-Off Acidize Deepen ✓ Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Casing Repair **New Construction** Recomplete Other Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal ertinent dates, including estimated date of starting any proposed work and approximate duration thereof. If the propose deepen directionally or recomplete honzontally, give subsurface location and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed Final Abandonment Notices shall be filed only after all requirement, including reclamation, have been completed, and the operator has determined that the site is Devon Energy Production Company L. P. respectfully requests to deviate from the original APD to change from a vertical Morrow well to an Upper Penn Shale horizontal. See attached changes: (Cementing Procedures, C-102, Directional Survey, Geo Prog & BOP schematic). Casing Program Hole Size Hole Interval OD Csg Casing Interval Wt Collar Grade 0'- 675' 600 26" 0'-675' 20" 94# BTC H-40675' - 4180' 0'-4180' 17 1/2" 13 3/8" 68# **BTC** HCK-55 4.180' - 11.250' 12 1/4" 9 5/8" 0' - 11.250'40# LTC HCP-110 8 3/4" 11,250' - 13,400' PH 8 3/" 12,300' - 16,700' 5 1/2" 0'- 16,700' 23# Vam Top EC-P110 Design Parameter Factors: Casing Size Collapse Design Factor **Burst Design Factor** Tension Design Factor 20" 2.7 8.18 15.4 1.22 13 3/8" 1.65 4.77 9 5/8 1.68 1.67 1.91 5 ½" 1.63 1.67 2.18

14. I hereby certify that the foregoing is true and correct

Signed

Name Judy A. Barnett X8699 Title

Regulatory Analyst

Date

2/16/2010

(This space for Federal or State Office use)

Approved by

Conditions of approval, if any:

Title

Date

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations to any matter within its junsdiction

*See Instruction on Reverse Side

SEE ATTACHED FOR CONDITIONS OF APPROVAL



2/16/10 Page 2

NORTH PURE GOLD 9 FEDERAL 18H SEC9-T23S-R31E EDDY NM_PILOT HOLE (PH)

The Collapse SF for the 9 5/8" casing is derived using a 9 lb fluid gradient behind the casing and a minimum of a 9 lb fluid gradient in the casing. This casing will not be evacuated.

Mud Program

<u>Depth</u>	Mud Wt.	<u>Visc</u>	Fluid Loss	Type System
0' – 675'	8.4 - 8.8	32 - 34	N/C	FW/Gel
675' – 4,180'	9.7 - 10.0	28 - 30	N/C	Brine
4,180' – 11,250'	9.0 - 9.3	28-30	NC -40	Fresh
11,250' - 13,400'PH	10.5 - 14.0	40 - 60	12 - 8cc	Fresh
12,300-16,700'	14.0-15.0	40-60		80/20 Oil Base

BOP DESIGN: Will consist of a (10M system) triple ram type (10M psi WP) preventor and a bag-type (Hydril) preventor (10M psi WP) and a rotation head. All units will be hydraulically operated and the ram type preventor will be equipped with blind rams on top and two sets of pipe rams on bottom. A 3M Annular BOP will be installed on the 20" surface casing and utilized continuously until total depth (~4200') is reached. The mentioned 10M preventer will be installed on the 13 3/8" casing. All BOP's will be tested with independent testers before drilling out the associated casing shoes. Prior to drilling out the 13 3/8" casing shoe, the BOP's and Hydril will be tested as per BLM Drilling Operations Order #2.

Pipe rams will be operated and checked each 24-hour period and each time the drill pipe is out of the hole. These functional tests will be documented on the daily driller's log. A 2" kill line and 3" choke line will be incorporated in the drilling spool below the ram-type BOP. Other accessory BOP equipment will include a Kelly cock, floor safety valve, choke lines and choke manifold having 10000 psi WP rating.

2/16/10 Page 3

NORTH PURE GOLD 9 FEDERAL 18H CEMENTING PROGRAM and WHIPSTOCK PROGRAM

Cement plug for the Pilot Hole:

Plug Geometry:

Plug 12,400' to 13,400' 420 sx Class H +R-3, Yield 1.18 cf/sx

An 8 $\frac{3}{4}$ " Open Hole Whipstock with a packer type anchor will be set @ ~12,300' after the cement plug has been set. Directional tools will be run and KOP will be ~12,300'. The lateral will be drilled from ~13,300' MD to 16,700' MD.

20" Surface

Lead: 745 sx Cl C w/2% CC and 4% gel

Yield 1.75 cf/sk

Tail: 300 sx Cl C w/2% CC and .125 lb/sx CF

Yield: 1.35 cf/sx

13 3/8" Intermediate

Lead: 2360 sx (35:65) Poz (Fly Ash):Premium Plus C + 5% bwow Sodium

Yield: 2.04 cf/sx. TOC @ surface.

Tail 430 sx Premium Plus C + 2% bwoc Calcium Chloride + 0.125 lbs/sx CF + 56.3%

FW

Yield: 1.35 cf/sx.

9 5/8" Intermediate

Lead: 1100 sx (35:65) Poz (Fly Ash):Premium Plus C + 5% bwow Sodium Chloride +

0.125 lbs/sx CF + 6% bwoc Bentonite + 107.8% FW

Yield: 2.04 cf/sx.

Tail: 850 sx Premium Plus Super C Cement + 5% bwow Sodium Chloride + 0.125

lbs/sx CF + 0.4% bwoc Sodium Metasilicate + 4% bwoc MPA-5 + 64.7% FW

Yield: 1.56 cf/sx.

2 Stage DV Tool @ 5500'

2nd Stage Lead: 450 sx 35:65 Poz: Cl H + 6% gel and 2% SC

Yield 1.98 cf/sx

Tail 150 sx 60:40 Pox Cl C + 1% KCL and .125 lb/sx CF

Yield: 1.56 cf/sx

5 1/2" Production

1950 sx Premium Plus H + 0.35% bwoc R-3 + 0.4% bwoc CD-32 + 1.4% bwoc FL-63 +

0.2% bwoc Sodium Metasilicate + 20 lbs/sx ASCA-1 + 52.9% FW

Vield: 1.13 cf/sx

TOC for All Strings:

Surface: 0'
Intermediate: 0'
Intermediate: 3600'
Production: 3000'

DISTRICT I 1625 N. French Dr., Hobbs, NM 68240 DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210

DISTRICT III

State of New Mexico Energy, Minerals and Natural Resources Department Form C-102 Revised October 15, 2009

Submit one copy to appropriate
District Office

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

1000 Rio Brazos Rd., Aztec, NM 87410 DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name UPPER PENN SI	HALE		
Property Code		Property Name NORTH PURE GOLD "9" FEDERAL			
OGRID No. 6137	-	ator Name DUCTION COMPANY, L.P.	Elevation 3371'		

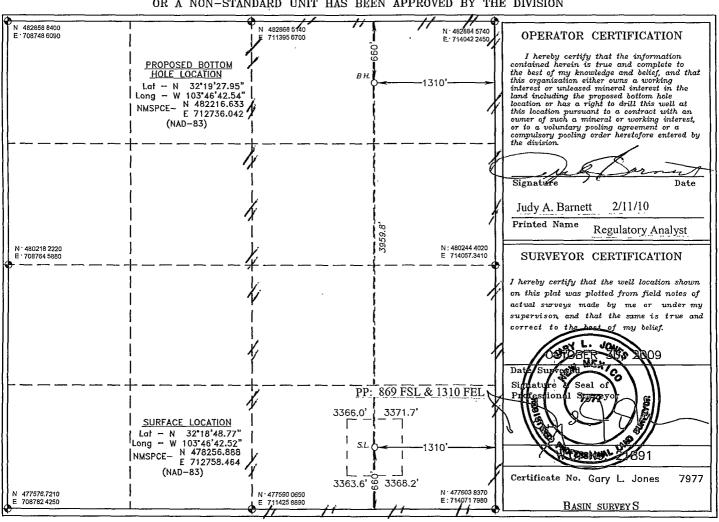
Surface Location

UL or lot No	. Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	9	23 S	31 E		660	SOUTH	1310	EAST	EDDY

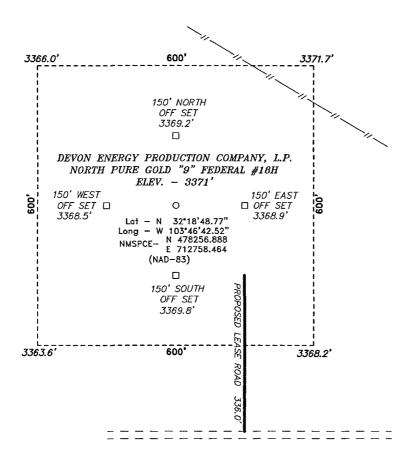
Bottom Hole Location If Different From Surface

					1					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
A	9	23 S	31 E		660	NORTH	1310	EAST	EDDY	
Dedicated Acre	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



SECTION 9, TOWNSHIP 23 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.



Directions to Location:

FROM THE MILE MARKER 13 OF HWY 18; GO 100' WEST TO LEASE ROAD, ON LEASE ROAD GO NORTH 0.6 MILES TO THE NPG 17 #2 LOCATION, AND CONTINUE NORTH 0.7 MILES THENCE EAST 0.6 MILES TO THE NPG 9 #9 LOCATION, CONTINUE EAST 0.15 MILES TO PROPOSED LEASE ROAD..

BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

 W.O. Number: 21891
 Drawn By:
 J. SMALL
 N.M.P.M., EDDY COUNTY, NEW MEXICO.

 Date: 11-02-2009
 Disk: JMS 21891
 Survey Date: 11-02-2009
 Sheet 1 of 1 Sheets

200

200

SCALE: 1" = 200'

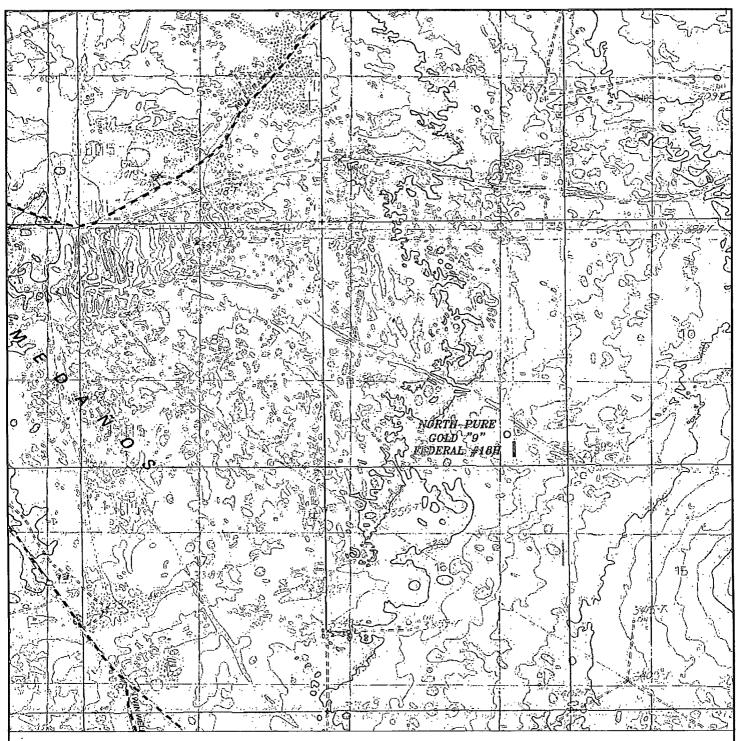
REF: NORTH PURE GOLD "9" FEDERAL #18H / WELL PAD TOPO

THE NORTH PURE GOLD "9" FEDERAL #18H LOCATED 660"

DEVON ENERGY PRODUCTION COMPANY, L.P.

FROM THE SOUTH LINE AND 1310' FROM THE EAST LINE OF SECTION 9, TOWNSHIP 23 SOUTH, RANGE 31 EAST,

400 FEET



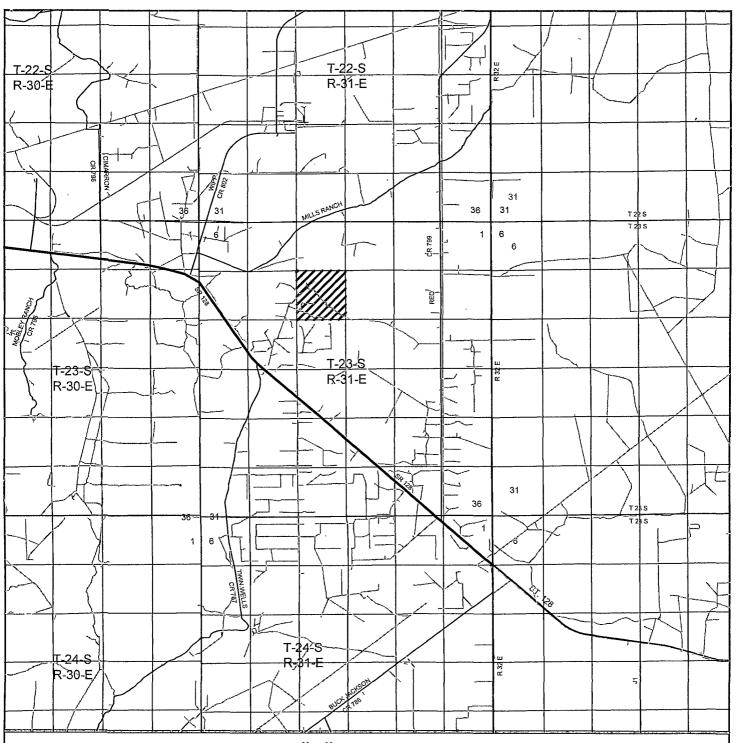
NORTH PURE GOLD "9" FEDERAL #18H Located 660' FSL and 1310' FEL Section 9, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393-7316 - Office (575) 392-2206 - Fax basinsurveys.com

W.O. Number: JMS 21891
Survey Date: 10-30-2009
Scale: 1" = 2000'
Date: 11-02-2009

DEVON ENERGY PRODUCTION COMPANY, L.P.



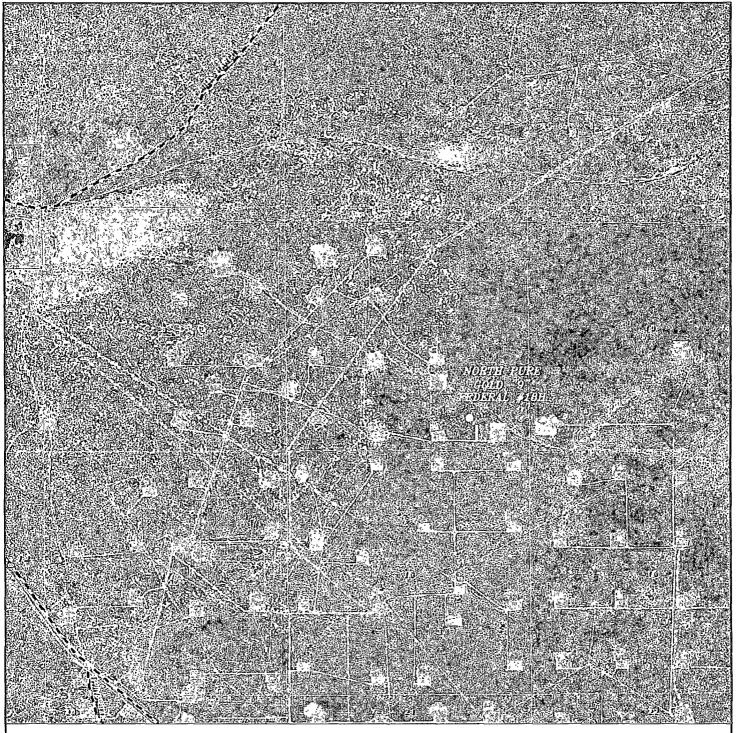
NORTH PURE GOLD "9" FEDERAL #18H Located 660' FSL and 1310' FEL Section 9, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393-7316 — Office (575) 392-2206 — Fax basinsurveys.com

W.O. Number: JMS 21891	
Survey Date: 10-30-2009	9
Scale: 1" = 2 Miles ·	ľ
Date: 11-02-2009 .	

DEVON ENERGY PRODUCTION COMPANY, L.P.



NORTH PURE GOLD "9" FEDERAL #18H Located 660' FSL and 1310' FEL Section 9, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393-7316 - Office (575) 392-2206 - Fax basinsurveys.com W.O. Number: JMS 21891 Scale: 1" = 2000'

YELLOW TINT — USA LAND BLUE TINT — STATE LAND NATURAL COLOR — FEE LAND DEVON ENERGY PRODUCTION COMPANY, L.P.





Project Eddy Co., New Mexico (Nad 83) Site: North Pure Gold 9 Fed #18H Well: North Pure Gold 9 Fed #18H Wellbore. Lateral #1 Design: Design #1

SECTION DETAILS											
Sec 1 2 3	MD 0 00 12394 04 13294 04	Inc 0 00 0 00 90 00	Azı 0 00 0 00 0 00	TVD 0 00 12394 04 12967.00	+N/-S 0 00 0 00 572 96	+E/-W 0 00 0 00 0 00	DLeg 0 00 0 00 10 00	TFace 0 00 0 00 0 00	VSec 0 00 0 00 572 96	Target	
4	16681 08	90 00	0 00	12967 00	3960 00	0.00	0 00	0 00	3960 00	PBHL - TD (NPGS	

	ANNOT	ATIONS
TVD	MD	Annotation
12394 04	12394 04	KOP - Build 10"/100"
12967.00	13294 04	EOC - Hold 190 0" @ A.0"

	WELLBORE TARGET DETAILS (MAP CO-ORDINATES AND LATILONG)										
Name	TVD	+N/-S	+E/-W	Northing	Easting	Latitude	Longitude	Shape			
PBHL - TD (NPG9#18H)	12967.00	3960 00	0 00	479365 13	725425 00	32° 18' 59 186 N	103° 44' 14 743 W	Point			

WELL DETAILS North Pure Gold 9 Fed #18H

Ground Level
3371 00

WELL ⊕ 3391 001 (Onginal Well Elev)

+N/-S +E/-W Northing Easing Latitude Longitude Sidt 000 000 475405 13 725425 00 32*18*20 000 N 103* 44*15 000 W

PROJECT DETAILS Eddy Co , New Mexico (Nad 83)

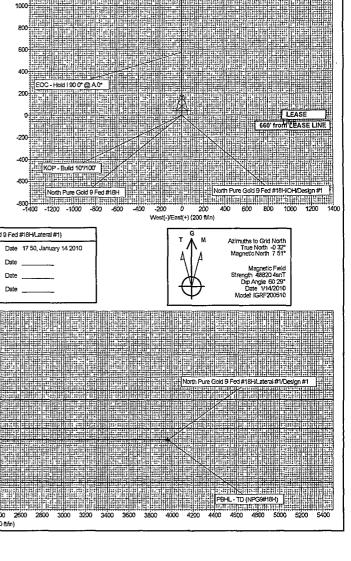
Geodeto System US State Plane 1983
Datum North American Datum 1983
Ellipsold GRS 1980
Zone New Mexico Eastern Zone
System Datum News Sea Level

Created By Mike Starkey	Date 17 50, January 14 2010
Checked	Date
Reviewed	Date
Approved	Date

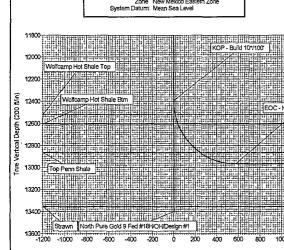
3600

2800

South(-)/North(+) (200



LINE LEASE





devon

Devon Energy

Eddy Co., New Mexico (Nad 83) North Pure Gold 9 Fed #18H North Pure Gold 9 Fed #18H

Lateral #1

Plan: Design #1

Standard Planning Report

14 January, 2010





JDD Drilling & Measurement Services





0.32 °

Planning Report

EDM 2003.21 Single User Db Database: Company: Devon Energy Eddy Co., New Mexico (Nad 83) Project: Site: North Pure Gold 9 Fed #18H Well: North Pure Gold 9 Fed #18H Lateral #1 Wellbore: Design #1 Design:

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method:

Site North Pure Gold 9 Fed #18H WELL @ 3391.00ft (Original Well Elev) WELL @ 3391,00ft (Original Well Elev) Grid Minimum Curvature

Eddy Co., New Mexico (Nad 83) Project

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983 System Datum:

Mean Sea Level

Map Zone: New Mexico Eastern Zone

North Pure Gold 9 Fed #18H, Sec9, T-23S, R-31E Site Northing: 475,405.13 ft Site Position: Latitude: 32° 18' 20.000 N Lat/Long 725,425.00 ft 103° 44' 15.000 W Easting: Longitude: From: Position Uncertainty: 0.00 ft Slot Radius: **Grid Convergence:**

North Pure Gold 9 Fed #18H Well **Well Position** +N/-S 0.00 ft Northing: 475,405.13 ft Latitude: 32° 18' 20.000 N +E/-W 0.00 ft Easting: 725,425.00 ft Longitude: 103° 44' 15 000 W **Position Uncertainty** 0.00 ft Wellhead Elevation: 3,391.00 ft Ground Level: 3,371.00 ft

Wellbore Lateral #1 Sample Date Declination Field Strength Magnetics **Model Name** Dip Angle (°) (nT) (°) IGRF200510 7.83 1/14/2010 60 29 48,820

Design #1 Design, **Audit Notes:** PLAN Version: Phase: Tie On Depth: 0.00 Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°) 0.00 0.00 0.00 0.00

lan Sections	المناسبة المتاسبة	a company in the second		The state of the s	age more yes and a sufficient	بشيب أجلطت أعاد	m may may regressed	destrolor in inglisher in it	managan madanan	
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0 00	
12,394.04	0.00	0.00	12,394.04	0.00	0 00	0 00	0.00	0.00	0.00	
13,294.04	90 00	0 00	12,967.00	572.96	0.00	10.00	10.00	0.00	0.00	
16,681.08	90.00	0 00	12,967 00	3,960.00	0 00	0.00	0.00	0.00	0.00 PBI	HL - TD (NPG9#









Planning Report

Database: Company: Project:

Site:

Well:

Wellbore: Design: EDM 2003.21 Single User Db.

Devon Energy

Eddy Co , New Mexico (Nad 83) North Pure Gold 9 Fed #18H North Pure Gold 9 Fed #18H

North Pure Gold 9 Fed #18H Lateral #1 Design #1 Local Co-ordinate Reference:

TVD Reference:

North Reference: Survey Calculation Method: Site North Pure Gold 9 Fed #18H WELL @ 3391.00ft (Original Well Elev) WELL @ 3391.00ft (Original Well Elev)

Grid

Minimum Curvature

Planne	d Súrvey	la Lie	and the same		Change while in	of the second				
	Measured Depth (ft)	Inclination	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turnr Rate (°/100ft)
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0 00	0.00
	11,568.00	0.00	0.00	11,568.00	0.00	0 00	0 00	0.00	0.00	0.00
*//	Wolfcamp	活。[第17章	STERNING STATE			2733原形式				
	12,394.04	0.00	0.00	12,394.04	0.00	0.00	0.00	0 00	0 00	0.00
19	KOP - Build 1	0 /100		基据的概念	经现在分类		77. F. 6	AGE 2007年	TO WAR.	これを行む記号数 一
	12,518 99	12.49	0.00	12,518 00	13.57	0.00	13.57	10.00	10.00	0.00
973	. Wolfcamp Hot	t Shale Top			रक्ता । यह ते व्यवस्था । स्वत्राह्म स्वयं स्वयं स्वरंग ।					a barrana
	12,612.24	21.82	0.00	12,607.00	41.05	0 00	41 05	10.00	10.00	0.00
۲۸;	Wolfcamp Hot	t Shale Bim	erving er	Part Land Land	第1号·开启		730.76×			
	12,950.40	55.64	0.00	12,867.00	249,55	0 00		10.00	10.00	0 00
4,1	Top Penn Sha	ile 📜 🔆 💯	7	THE THE		7	3 2 to 2 to 2	May 1887		The second of the second of
	13,294 04	90 00	0.00	12,967.00	572 96	0 00	572.96	10.00	10.00	0.00
:	EOC - Hold 1:9	0.0* @ A:0*	2. 7: KM X.	s 7277 c	2	September 1	1550		1,5	200
	16,681.08	90 00	0.00	12,967.02	3,960 00			0.00	0.00	0.00
4.	PBHL TD (N	PG9#18H)	NET DATE	The state of the state of	A / W. 124		477 SW	Dividing.	h. William	19 W. J. M.

Formations .	aran aran dagan menganya bangsah dagan dagan Antarah dagan	and the second s	
Measured	Vertical		Dipolation of the state of the
Depth (ft)	Depth (ft)	Name	Dip Direction (°) (°)
11,568.00	11,568.00	Wolfcamp	0.00
12,518.99	12,518.00	Wolfcamp Hot Shale Top	0.00
12,612 24	12,607.00	Wolfcamp Hot Shale Btm	0 00 ,
12,950 40	12,867.00	Top Penn Shale	0.00
	13,354.00	Strawn	0.00

Plan Annotations	inginalisa makanisa makanisa Makanisa makanisa ma		
Measured	Vertical	Local Coordi	inațes
Depth	Depth	+N/-S	+E/-W
(ft)	(ft)	(ft)	(ff), Comment,
12,394.04	,	0.00	0 00 KOP - Bulid 10*/100'
13,294.04		572 96	0.00 EOC - Hold I.90.0* @ A·0*

NPG 9 Fed #18H_Plan #1_Report_01-14-10.txt

Devon Energy North Pure Gold 9 Fed #18H - Design #1

Eddy Co., New Mexico (Nad 83) North Pure Gold 9 Fed #18H

Measured			Vertical			Vertical
Dogleg Depth	Incl.	Azim.	Depth	Northings	Eastings	Section
Rate (ft)			(ft)	(ft)	(ft)	(ft)
(°/100ft)						
0.00	0.00	0.00	0.00	0.00 N	0.00 E	0.00
12394.04	0.00	0.00	12394.04	0.00 N	0.00 E	0.00
0.00 12400.00 10.00	0.60	0.00	12400.00	0.03 N	0.00 E	0.03
12500.00 10.00	10.60	0.00	12499.40	9.77 N	0.00 E	9.77
12600.00	20.60	0.00	12595.59	36.62 N	0.00 E	36.62
10.00 12700.00	30.60	0.00	12685.67	79.77 N	0.00 E	79.77
10.00 12800.00	40.60	0.00	12766.88	137.90 N	0.00 E	137.90
10.00 12900.00	50.60	0.00	12836.76	209.25 N	0.00 E	209.25
10.00 13000.00	60.60	0.00	12893.19	291.65 N	0.00 E	291.65
10.00 13100.00	70.60	0.00	12934.45	382.60 N	0.00 E	382.60
10.00 13200.00	80.60	0.00	12959.30	479.34 N	0.00 E	479.34
10.00 13294.04	90.00	0.00	12967.00	572.96 N	0.00 E	572.96
10.00 13300.00	90.00	0.00	12967.00	578.92 N	0.00 E	578.92
0.00 13400.00	90.00	0.00	12967.00	678.92 N	0.00 E	678.92
0.00 13500.00	90.00	0.00	12967.00	778.92 N	0.00 E	778.92
0.00 13600.00	90.00	0.00	12967.00	878.92 N	0.00 E	878.92
0.00 13700.00	90.00	0.00	12967.00	978.92 N	0.00 E	978.92
0.00 13800.00 0.00	90.00	0.00	12967.00	1078.92 N	0.00 E	1078.92
13900.00 0.00	90.00	0.00	12967.00	1178.92 N	0.00 E	1178.92
14000.00 0.00	90.00	0.00	12967.00	1278.92 N	0.00 E	1278.92
14100.00 0.00	90.00	0.00	12967.00	1378.92 N	0.00 E	1378.92
14200.00 0.00	90.00	0.00	12967.00	1478.92 N	0.00 E	1478.92
14300.00 0.00	90.00	0.00	12967.00	1578.92 N	0.00 E	1578.92
14400.00 0.00	90.00	0.00	12967.00	1678.92 N	0.00 E	1678.92
14500.00 0.00	90.00	0.00	12967.00	1778.92 N	0.00 E	1778.92
0.00			D	200 1		

14600.00	90.00	NPG 9 Fe 0.00	d #18H_Plan 12967.00	#1_Report_01-14- 1878.92 N	10.txt 0.00 E	1878.92
0.00 14700.00	90.00	0.00	12967.00	1978.92 N	0.00 E	1978.92
0.00 14800.00 0.00	90.00	0.00	12967.00	2078.92 N	0.00 E	2078.92
14900.00 0.00	90.00	0.00	12967.00	2178.92 N	0.00 E	2178.92
15000.00 0.00	90.00	0.00	12967.00	2278.92 N	0.00 E	2278.92
15100.00 0.00	90.00	0.00	12967.00	2378.92 N	0.00 E	2378.92
15200.00 0.00	90.00	0.00	12967.00	2478.92 N	0.00 E	2478.92
15300.00 0.00	90.00	0.00	12967.00	2578.92 N	0.00 E	2578.92
15400.00 0.00	90.00	0.00	12967.00	2678.92 N	0.00 E	2678.92
15500.00 0.00	90.00	0.00	12967.00	2778.92 N	0.00 E	2778.92
15600.00 0.00	90.00	0.00	12967.00	2878.92 N	0.00 E	2878.92
15700.00 0.00	90.00	0.00	12967.00	2978.92 N	0.00 E	2978.92
15800.00 0.00	90.00	0.00	12967.00	3078.92 N	0.00 E	3078.92
15900.00 0.00	90.00	0.00	12967.00	3178.92 N	0.00 E	3178.92
16000.00 0.00	90.00	0.00	12967.00	3278.92 N	0.00 E	3278.92
16100.00 0.00	90.00	0.00	12967.00	3378.92 N	0.00 E	3378.92
16200.00 0.00	90.00	0.00	12967.00	3478.92 N	0.00 E	3478.92
16300.00 0.00	90.00	0.00	12967.00	3578.92 N	0.00 E	3578.92
16400.00 0.00	90.00	0.00	12967.00	3678.92 N	0.00 E	3678.92
16500.00 0.00	90.00	0.00	12967.00	3778.92 N	0.00 E	3778.92
16600.00 0.00	90.00	0.00	12967.00	3878.92 N	0.00 E	3878.92
16681.08 0.00	90.00	0.00	12967.00	3960.00 N	0.00 E	3960.00

All data are in feet unless otherwise stated. Directions and coordinates are relative to Grid North.

Vertical depths are relative to WELL. Northings and Eastings are relative to Site.

The Dogleg Severity is in Degrees per 100 feet. Vertical Section is from Slot and calculated along an Azimuth of 0.000° (Grid).

Coordinate System is North American Datum 1983 US State Plane 1983, New Mexico Eastern Zone. Central meridian is -104.333° .

Grid Convergence at Surface is 0.318°.

Based upon Minimum Curvature type calculations, at a Measured Depth of 16681.08ft., the Bottom Hole Displacement is 3960.00ft., in the Direction of 0.000° (Grid).

GEOLOGIC PROGNOSIS

DATE: 2/11/2010 COMPANY, DEVON ENERGY

WELL NAME North Pure Gold 9 Fed #18H

SURFACE LOCATION Sec 09-23S-31E, 660 FSL & 1310 FEL

POOL: NORTH PURE GOLD COUNTY, EDDY BOTTOM HOLE LOCATION Sec 09-23S-31E, 660 FNL & 1310 FEL, STATE. NEW MEXICO

PRIMARY OBJECTIVE . UPPER PENN SHALE OTHER POTENTIAL ZONES. UPPER WOLFCAMP SHALE

KB(EST) PILOT TD. 13,400'

API#.

GL: 3371 LATERAL TD: 16,500'

ESTIMATED BHP/BHT: 9700 psi 180degF

DEEPEST FORMATION STRAWN

DEVON FIELD GEOLOGIST CHARLIE WILLEY OFC. PHONE 405-552-7904

CELLULAR 405-388-5256 HM PHONE:

ADDRESS 20N. BROADWAY, OKLAHOAM CITY, OK 73102

EMAIL charlie willey@dvn.com

DEVON GEOLOGIST. JASON CURRIE OFC PHONE: 405-552-3319

CELLULAR: 405-209-4610 HM PHONE: 405-728-5893

ADDRESS: 20N BROADWAY, OKLAHOAM CITY, OK 73102

EMAIL: jason cume@dvn.com

MUDLOOGING CO. DISCOVERY LOGGING INC. (WEATHERFORD SURFACE LOGGING)

ADDRESS P O.BOX 80531 CITY. MIDLAND

OFC PHONE 432-687-1823 STATE. TEXAS ,79708

MUDLOGGING PROGRAM. 2 MAN SERVICE CASING TO TD. MORNING REPORT AT 8AM OKLAHOMA CITY TIME TO JASON CURRIE.

Lithology(major and minor constituents), Shows, Hotwire, Chromatograph C1-C5

DRILL TIME. 2' Drill Time From Geolograph or Pason

SAMPLES: 10' intervals - Formation Cuttings caught by Mudloggers CORING

DST PROGRAM: POSSIBLE

LOGGING PROGRAM. SCHLUMBERGER 6 LOGGING RUNS (SEE PAGE 2)

DEPTH TO WATER

MUD PROGRAM. NOVA MUD CO -- 'Cut Brine w/Nitrate Marker, Chlorides > 30,000ppm

KNOWN OR POTENTIAL HAZARDS/REMARKS.

No known hazards

GEOLOGIC MARKERS									_			
KB 3371	PROGNOSIS				MUDL	OG			E-LC	G		
FORMATION	MD	Subsea	TVD	MD	Subsca	TVD	hi/lo	MD	Subsea	CVT	hı/lo	NOTES
ALLUVIUM	0	3371	0									
NOTE RUSTLER DOLL STATE OF	\$ 636 X \}	2735	636	4.3000	3144		$\chi(\xi)$	<i>स्ट्रेब्ट</i>	4.64		Sec. Sec.	NO PROPERTY AND A SECOND
SALADO SALT	864	2507	864									
CASTILE MANUAL STATE	2966	5 405	2966	"铁"东	MAGE,	変	17 + 78 by g g m	2 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8		of standard	(P.J.	国政党的工作的
BASE OF SALT	3990	-619	3990									
BELL CANYON A CONTROL	\$ 4227 \ F	-856	4227	\$30	1 3 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	激性化		Salah Salah	自緣於	的發出		经产品的股份和企业
CHERRY CANYON	5106	-1735	5106									
BRUSHY CANYON	6397	-3026	6397	\$ "XX.	in gradie	沒沒有	13. E.		NEW YEAR		20.30	Part Carlo Car
1ST BONE SPRINGS LM.	8027	-4656	8027									
AVALON SHALE LOWER TOPE	8659	₹ -5288≾	8659	A. Salah	Mark.		矛髓		ENCY		Spice	TALE STATE OF THE
AVALON SHALE LOWER BOTTOM	8803	-5432	8803									
1ST BONE SPRINGS SS	9113	-5742	9113	1737	思言	1. 182 1. 10.	1374				E	SECANOTEMBE
2ND BONE SPRINGS LM	9485	-6114	9485									
2NO BONE SPRINGS SS	9892	€ -6521	9892	是熟悉	会が	を発	3. 2. E	200	認為	教養物	1	TWO TO THE TANK THE
3RD BONE SPRINGS LM	10187	-6816	10187									
3RD BONE SPRINGS SS.	10904	7533	10904	至漢學	门的		344	1 2 Cop 64	1. E. S.		1	ALMEN ALMANA
WOLFCAMP	11364	-7993	11364									
WOLFCAMP HOT SHALE TOP	12160	8789	12160	5335	37 387 34. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1	The state of	数模	A CONTRACTOR	J. 18. 37	N. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1.	42	等的概念 的现在分词
WOLFCAMP HOT SHALE BOTTOM	12318	-8947	12318									
TOP PENN SHALE	12660	9289	12660		3.47	門家	Sal.	Marine Co	K. 1. 184.182	12. A.) jiji ji 1979 - 1971	THE PROPERTY OF THE PARTY OF TH
STRAWN	13082	-9711	13082								l	
TO PROTE THE TRACE	13400	10029	:13400	學所以			1		4300		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	3699年3月14日末
TELEVISION AND AND AND AND AND AND AND AND AND AN	社会変が、高温	y 放战化。	1	部级社	a Marie		150	DA: FR	***\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	液液	4. F. 3.	大學學是否的學學學
КОР	12187	-8776	12187		l							
WOLFCAMP HOT SHALE BOTTOM	12198	8807	\$\frac{1}{2318}	Be of Sant Port			**	S. S. S. S.	1.7			A LANGER FOR SERVICE S
TOP PENN SHALE	12726	-9249	12660									
HOLD 90 DEGREES (EST.)	13066	-9349	12760		图 2000	Carlot Land	2.	1773	1. T.	20	Andrews Andrews	STEEL STATES
LATERAL TD	16500	-9349	12760									
TANK TO COME THE	新選びは特		1.31 7.44	等被逐	े हैं कि के दे कि के की की दे कि के बहुर और	(WEE)	4 34		XIII.	的企業	THE P	PASSE VALUE OF THE

REFERENCE WELLS

WELL LOCATION NPG 8 Fed 10 23S 31E Sec 08 1310 FNL 1310 FEL NPG 8 Fed 1 23S 31E Sec 08 1980 FSL 660 FEL

MUDLOG PRINT DISTRIBUTION

Mail 2 final color copies of mudlog to Jason Currie (see address above)

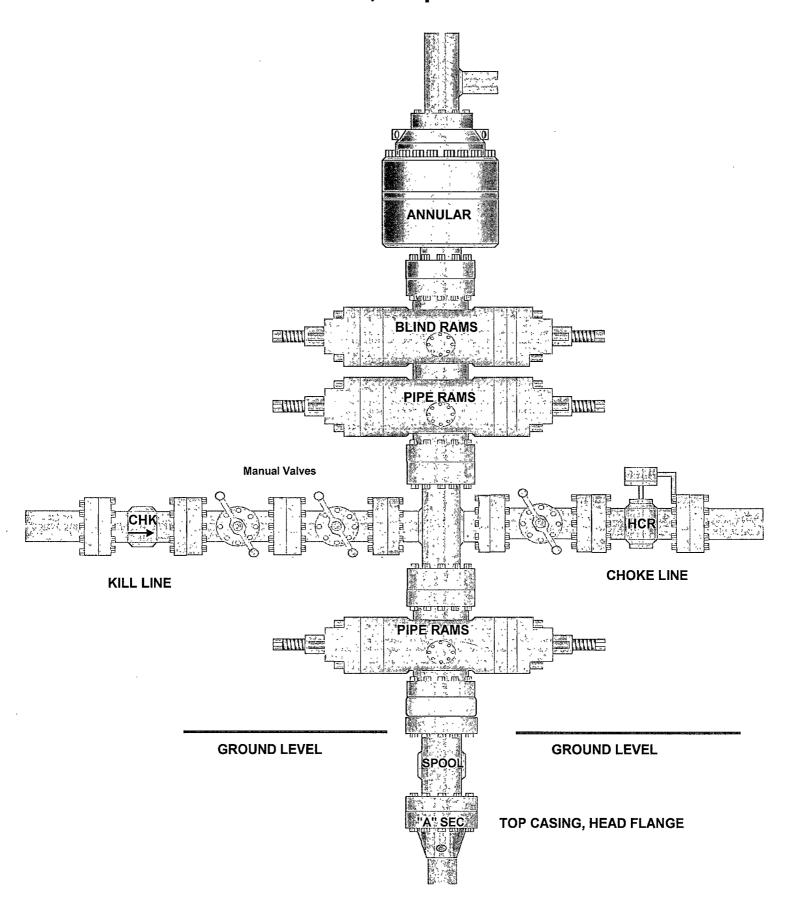
Mail final copies of mudlogs to partners as directed in attached Interest Owner Data Distribution sheet

Devon Energy Confidential 2/12/2010 Page 1

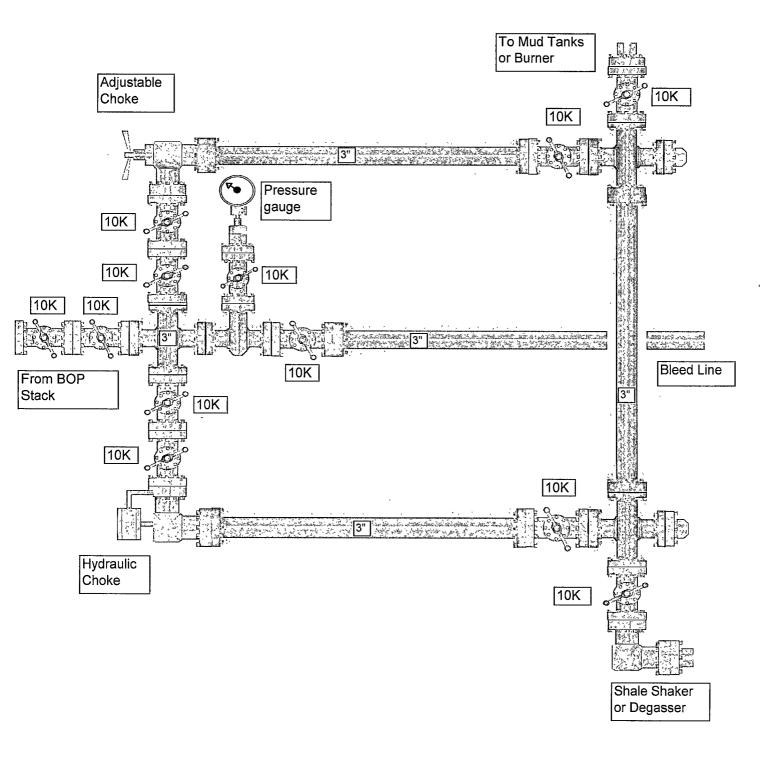
DEVON ENERGY OPEN HOLE LOGGING PROGRAM WELL NAME North Pure Gold 9 Fed #18H API#.

AA FFF IAVIAIF	North the Cold 31 ed	7 1011					
SURFACE LOCATION:	Sec 09-23S-31E, 660 F	SL & 1	310 FEL,	COUNTY:			
BOTTOM HOLE LOCATION	Sec 09-23S-31E, 660 F	NL & 1	310 FEL,	STATE:	NEW MEXICO		
PRIMARY OBJECTIVE .:					. 0		3371
ESTIMATED BHP/BHT:	9700 psi 180degF			PILOT TO:	13,400'	LATERAL TD:	16,500'
	1600 HP			DEEPEST FM			
RIG CONTACT:				DEVON DRILL ENG:			405-213-5058
MUD PROGRAM ¹				DEVON FIELD GEOL.	CHARLIE WILLEY	CELL PH.	405-388-5256
CASING.	BONE SPRINGS			DEVON GEOLOGIST:	JASON CURRIE	CELL PH.	405-209-4610
	•						
			Surve	y			
COMPANY:	CUDD			CONTACT:			
LOGGING ENGINEER:				<u></u>			
	• • • • • • • • • • • • • • • • • • • •						
Suface Location (NAD27							
	Lat		32.3134511				
	Long			#			
	Footage N/S		. 660				
	Footage E/W	FEL	1310				
Entry Point (NAD27)							
			R PENN SHALE				
	Depth		12660				
	Depth		12726				
	Footage N/S		912	*			
	Footage E/W	FEL	1310	4			
D # 41 1 #14 DOT							,
Bottom Hole (NAD27			00.0045707				
	Lat		32.3245727		/		
	Long		-103.7779047				
	Footage N/S		660				
	Footage E/W	FEL	1310				

13-5/8" x 10,000 psi BOP Stack



10,000 PSI CHOKE MANIFOLD



PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME: | Devon Energy Production Company

LEASE NO.: | NM-77046

WELL NAME & NO.: | North Pure Gold 9 Federal 18

SURFACE HOLE | 660' FSL & 1310' FEL

FOOTAGE:

BOTTOM HOLE FOOTAGE | 660' FNL & 1310' FWL

LOCATION: | Section 9, T. 23 S., R 31 E., NMPM

COUNTY: Eddy County, New Mexico

I. DRILLING

A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified a minimum of 4 hours in advance for a representative to witness:

- a. Spudding well
- b. Setting and/or Cementing of all casing strings
- c. BOPE tests

Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

- 1. Due to recent H2S encounters in the salt formation, it is recommended that monitoring equipment be onsite for potential Hydrogen Sulfide prior to drilling out the surface shoe. If Hydrogen Sulfide is encountered, please report measurements and formations to the BLM.
- 2. 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.
- 3. 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.

4. The record of the drilling rate along with the CAL/GR/N well log run from TD to surface will be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

B. CASING

Changes to the approved APD casing and cement program require submitting a sundry and receiving approval prior to work. Failure to obtain approval prior to work will result in an Incident of Non-Compliance being issued.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

Wait on cement (WOC) time for a primary cement job will be a minimum 18 hours for a water basin, 24 hours in the potash area, or 500 pounds compressive strength, whichever is greater for all casing strings. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. See individual casing strings for details regarding lead cement slurry requirements.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

Secretary's Potash

Possible brine and water flows in the Salado, Castile, Delaware and Bone Spring. Possible lost circulation in the Delaware and Bone Springs.

- 1. The 20 inch surface casing shall be set at approximately 600 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with a 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 is to include the lead cement slurry.
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.

- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 13-3/8 inch intermediate casing is:
 - □ Cement to surface. If cement does not circulate see B.1.a, c-d above.
 Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to potash. Set intermediate casing in the Lamar Limestone.

Formation below the 13-3/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

- 3. The minimum required fill of cement behind the 9-5/8 inch second intermediate casing is:
 - a. First stage to DV tool, cement shall:
 - Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job.
 - b. Second stage above DV tool, cement shall:
 - Cement should tie-back at least 500 feet into 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 potash. Additional cement may be required as the excess calculated to be 22%.

Pilot hole is required to have a 1,000' plug at the bottom of the hole and it must be tagged. Tag depth to be recorded and reported on subsequent sundry with casing information.

Formation below the 9-5/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

Centralizers required on horizontal leg, must be type for horizontal service and minimum of one every other joint.

- 4. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least 8,250 feet into previous casing string.

 Operator shall provide method of verification. Additional cement may be required as the excess calculates to -38%.
- 5. 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.

C. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M)** psi.
 - a. **For surface casing only:** If the BOP/BOPE is to be tested against casing, the wait on cement (WOC) time for that casing is to be met (see WOC statement at start of casing section). Independent service company required.
- 3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 13-3/8 inch intermediate casing shoe shall be 10,000 (10M) psi. 10M 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. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. Casing cut-off and BOP installation will not be initiated until the cement has had 4-6 hours of setup time in a water basin and 12 hours in the potash areas. This time will start after the cement plug is bumped. Testing the BOP/BOPE against a plug can commence after meeting the above conditions plus the BOP installation time.
 - b. The tests shall be done by an independent service company utilizing a test plug.
 - c. The results of the test shall be reported to the appropriate BLM office.

- d. 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.
- e. 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.
- f. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the **Wolfcamp** formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

D. 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.

E. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

CRW 030210