Form 3160-3 (Necember 1990)	DEPART	INITED S IENT AUOFL-IND	TATES THE INTERIO MANAGEMENT	OIL CONSERVATO R811 OristST. ARTESIA, NM 8821	N DIV	Form approved.	CIGK		
	APPLICATION	FOR PERMIT 1	O DRILL OR DEEPEN		1	DIAN, ALLOTTEE OR TR	IBE NAME		
la TYPE OF WORK:	DRILL		EEPEN	<u> </u>	NA				
b. TYPE OF WELL: $\operatorname{OIL}_{WELL}$		Other	SINGLE	MULTIPLE	1	AGREEMENT NAME ed Lake 8910089700			
2 NAME OF OPERA	TOP		ZONE	ZONE	8. FARM OR LEASE NAME, WELL NO.				
2 NAME OF OFERP		GY CORPOR	ATION (NEVADA)	6137		34C" Federal #5	19400		
3. ADDRESS AND T					9.API WI 30-015-				
	20 N. BROAD	WAY, SUITE 1	500, OKC, OK 73102 (4	05) 552-4511	10. FIELD AND POOL, OR WILLCAT				
	ELL (Report location cl FNL & 1650' FWL	early and in accor	dance with any State requirem	ents)*		(Q-GB-SA)	1300 ND SURVEY OR AREA		
At top proposed proc	l. zone (SAME)	() N IT	c ff		Section	C-34-T17S-R27E			
	AND DIRECTION FROM N s southeast of Artesia,		AUG	<u>1 C 1990</u>		NTY OR PARISH County	13. STATE New Mexico		
15. DISTANCE FROM PRO LOCATION TO NEARES PROPERTY OR LEASE (Also to nearest drig, unit)	LINE, FT. 3		C	<u>on. Div.</u> st. 2		17.NO. OF ACRE: TO THIS WELL 40			
18. DISTANCE FROM PROD	POSED LOCATION* DRILLING, COMPLETED,		19. PROPOSED DEPTH			20.ROTARY OR C. Rotary	ABLE TOOLS*		
21. ELEVATIONS (Show wi GL 3528'	hether DF, RT, GR, etc.)					APPROX. DATE WORK W stember 11, 199			
23.	· · · · ·	PR	OPOSED CASING AND CE	MENTING PROGRAM		· ·	- <u></u>		
SIZE OF HOLE	GRADE, SIZE O		WEIGHT PER FOOT	SETTING DEPTH		QUANTITY	OF CEMENT		
17 1/2"	14"	C	onductor	40'		Redimix			

* Cement will be circulated to surface on all casing strings.

8 5/8", J-55

5 1/2", J-55

Devon Energy plans to drill to 2500' +/- to test the San Andres Formation for commercial quantities of oil. If the San Andres is deemed non-commercial, the wellbore will be plugged and abandoned per Federal regulations. Programs to adhere to onshore oil and gas regulations are outlined in the following exhibits and attachments.

24 ppf

15.5 ppf

1000'

2500

Drilling Program Surface Use and Operating Plan Exhibit #1 - Blowout Prevention Equipment Exhibit #1-A - Choke Manifold Exhibit #2 - Location and Elevation Plat Exhibit #3 - Planned Access Roads Exhibit #4 - Wells Within a One Mile Radius Exhibit #5 - Production Facilities Plan Exhibit #6 - Rotary Rig Layout

Exhibit #7 - Casing Design Parameters and Factors Exhibit #8 - H₂S Operating Plan The undersigned accepts all applicable terms, conditions, stipulation, and restrictions concerning operations conducted on the leased land or portion thereof, as described above.

DATE

Bond Coverage: Nationwide BLM Bond File No.: CO-1104 A distanti Se General Requisions **Special Stipulations** Attached

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed fiew productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. 24.

E. L. BUTTROSS, JR. TITLE <u>DISTRICT ENGINEER</u>

July 11, 1996

300 sx Lite + 200 sx Class C

100 sx Lite + 200 sx Class C

11

*(This space for Federal or State office use)

PERMIT NO.

12 1/4"

7 7/8"

APPROVAL DATE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. CONDITIONS OF APPROVAL, IF ANY:

Area Manager

DATE AUG 1 4 1996

APPROVED BY (ORIG. SGD.) RICHARD L. MANUS TITLE

See Instructions On Reverse Side

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

EXHIBIT 2

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD. Artesia, NM 88210

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

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State of New Mexico

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Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Instruction on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

□ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API		Pool Code				Pool Name	·····				
30-015-29096			5130	0			Red 1	Lake (Q-GB-S	SA)		
Property Code				Eak		erty Nam C"	7 Name Well Number C' Federal 5				
OGRID No.						ator Nam	e		Eleva	tion	
6137				Devo	n Ene	rgy Co	orporation ⁽¹	Nevada)	352	8'	
r <u> </u>		····			Surfac	e Loca	ation				
UL or lot No.	Section	Township	Range	Lot Idn	Feet fro		North/South line	Feet from the	Bast/West line	County	
C	34	17 S	27 E		330)	North	1650	West	Eddy	
_			Bottom		eation 1	f Diffe	rent From Sur	face			
UL or lot No.	Section	Township	Range	Lot Idn	Feet fro	m the	North/South line	Feet from the	Bast/West line	County	
Dedicated Acres	Joint o	r Infill C	onsolidation (Code Dr	der No.	<u></u>					
40	Joint O		OUBORIDATION (uei nu.						
NO ALLO	WABLE W	ILL BE A	SSIGNED '	THIS	COMPLE	TION 1	NTIL ALL INTER	ESTS HAVE BE	TEN CONSOLID		
		OR A	NON-STAN	DARD UN	IT HAS	BEEN	APPROVED BY	THE DIVISION			
	3524.1	6' jo 152	22.2/					OPERATO			
165	لا 50'		///						OR CERTIFICAT		
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MINIMUM BLOWOUT PREVENTER RED

3.000 psl Working Pressure

EXHIBIT 1

3 MWP

STACK REQUIREMENTS

No	Hem		Min LD	Min. Nominal
1	Flowline			+
2	Fill up line	-	1	2-
J	Drilling nipple		1	1
4	Annular preventer		1	
5	Two single or one dual hydroperated rams	auticaliy		
64	Drilling spool with 2" min. & 3" min choke line outlets	ill line and		
6 b	2° mm, kill kne and 3° min. outlets in ram, (Allernate to			
7	Valve	Gale D Plug D	3-1/8*	
8	Gale valve-power operated	1	3-1/8"	
9	Line to choke manifold			3.
10	Valves	Gale C Piug C	2-1/18-	
11	Check valve		2-1/16*	
12	Casing head			
13	Valve	Gate D Piug D	1-13/16*	
14	Pressure gauge with needle	valve		
15	Kill line to rig mud pump man	Niold		2'

OPTIONAL								
16 Flanged valve	1-13/16*							

CONTRACTOR'S OPTION TO FURNISH:

- 1.Ali equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 3.000 psl, minimum.
- 2. Automatic accumulator (80 gallon, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- 3.BOP controls, to be located near drillers position.
- 4.Kelly equipped with Kelly cock.
- 5.Inside blowout prevventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used.
- 6.Kelly saver-sub equipped with rubber casing protector at all times.
- 7. Plug type blowout preventer lester.
- 8.Extra set pipe rams to fit drill pipe in use on location at all times.
- 8. Type RX ring paskets in place of Type R.

MEC TO FURNISH:

- 1.Bradenhead or casinghead and side valves.
- 2.Wear bushing, Il required.

GENERAL NOTES:

- 1. Deviations from this drawing may be made only with the express permission of MEC's Drilling Manaper.
- 2.All connections, valves, littings, piping, etc., subject to well or pump pressure must be langed (suitable clamp connections acceptable) and have minimum working pressure equal to rated working pressure of preventers up through chore. Valves must be full opening and suitable for high pressure mud service.
- 3. Controls to be of standard design and each marked, showing opening and closing position.
- 4. Choices will be positioned so as not to hamper or delay changing of choke beens. Replaceable parts for adjustable choke, other bean sizes, retainers, and choke wrenches to be conveniently located for immediate use.
- 5.All valves to be equipped with handwheels or handles ready for immediate LCLA
- 6. Choka lines must be suilably anchored.



- 7.Hendwheels and extensions to be connecled and ready for use
- 8.Valves adjacent to dritting spool to be kept open. Use outside valves except for emergency.
- 9.All sesmiess steel control piping (3000 psi working pressure) to have Rexible joints to avoid stress. Hoses will be permitted.
- 10.Casinghead connections shall not be used except in case of emergency.
- 11.Do not use kill line for routine fill-up operations.

Attachment to Exhibit #1 NOTES REGARDING BLOWOUT PREVENTORS Devon Energy Corporation (Nevada) Eagle "34C" Federal #5 330' FNL & 1650' FWL Section C-34-T17S-R27E Eddy County, New Mexico

- 1. Drilling nipple will be constructed so it can be removed mechanically without the aid of a welder. The minimum internal diameter will equal BOP bore.
- 2. Wear ring will be properly installed in head.
- 3. Blowout preventor and all associated fittings will be in operable condition to withstand a minimum 3000 psi working pressure.
- 4. All fittings will be flanged.
- 5. A full bore safety valve tested to a minimum 3000 psi WP with proper thread connections will be available on the rotary rig floor at all times.
- 6. All choke lines will be anchored to prevent movement.
- 7. All BOP equipment will be equal to or larger in bore than the internal diameter of the last casing string.
- 8. Will maintain a kelly cock attached to the kelly.
- 9. Hand wheels and wrenches will be properly installed and tested for safe operation.
- 10. Hydraulic floor control for blowout preventor will be located as near in proximity to driller's controls as possible.
- 11. All BOP equipment will meet API standards and include a minimum 40 gallon accumulator having two independent means of power to initiate closing operation.

MINIMUM CHOKE MANIFOLD 3.000, 5.000 and 10,000 PSI Working Pres



BEYOND SUBSTRUCTURE

			MIN	NUM REOL	REMENT	5				
		3,000 MWP			S,000 MWP			10,000 MWP		
No		1:D	NOMENAL	RATING	1.D.	NOMINAL	RATING	1.D.	NOMINAL	RATING
1	Line from drilling spool		3.	3,000		3.	\$.000		3.	10,000
2	Cross 3"#3"#3"#2"			3,000			\$.000			
-	Cross 3"x3"x3"x3"					l				10,000
J	Valves(1) Gate D Plug D(2)	3-1/8*		3.000	3-1/8*		5.00 0	3-1/6*		10,000
4	Valve Gale C Plug D(2)	1-13/16*		3,000	1-13/16"		5.000	1-13/16*		10,00 0
43	Valves(1)	2-1/16*		3.000	2-1/16*		5,000	3-1/8*		10.000
5	Pressure Gauge			3,000			5.000			10,000
6	Valves Gale C Plug D(Z)	3-1/6*		3,000	3-1/8*		\$,000	3-1/8*		10,000
7	Adjustable Choke(3)	2.		3,000	2*		5.000	2*		10,000
8	Adjustable Choke	1*		3.000	t*		5.000	Z*		10,000
9	Line		3.	3.000	-	3.	5,000		3.	10,000
10	Line		2*	3.000		Z .	5.000		2.	10,000
11	Valves Gate D Plug D(2)	J-1/1*		3.000	3-1/6*		5.000	3-1/8*		10,000
12	Lines		3.	1,000		3*	1.000		3.	2,000
13	Lines		3.	1,000		3.	1,000		3.	2.000
14	Remote reading compound standpipe pressure pauge			3.000			5.000			10.000
15	Gas Separator		2'15'			2'15'			2'x5'	
16	Line		C	1,000		4.	1,000		4.	2.000
17	Valves Gale D Plug D(2)	3-1/8*		3.000	3-1/1		5.000	3-1/8"		10,000

(1) Only one required in Class 3M.

(2) Gale valves only shall be used for Class 10M.

(3) Remote operated hydraulic choice required on 5,000 psi and 10,000 psi for drilling.

EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTIONS

- 1. All connections in choke manifold shall be welded, studded, flanged or Cameron clamp of comparable rating.
- 2. All hanges shall be API 6B or 6BX and ring gaskats shall be API RX or BX. Use only BX for 10 MWP.
- 3. All lines shall be securely anchored.
- 4. Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available.
- 5. Choke manifold pressure and standpipe pressure gauges shall be available at the choke manifold to assist in regulating chokes. As an alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.
- Line from drilling spool to choke manifold should be as straight as possible. Lines downstream from chokes shall make turns by large bends or 90° bends using buil plugged tess.
- 7. Discharge lines from chokes, choke bypass and from top of gas separator should vent as far as practical from the well.