APD ID: 10400027435

Submission Date: 02/19/2018

Highlighted data reflects the most recent changes

Show Final Text

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: FLAGLER 8 FED

Well Number: 3H

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - General

APD ID: 10400027435

Tie to previous NOS?

Submission Date: 02/19/2018

BLM Office: CARLSBAD

User: Rebecca Deal

Title: Regulatory Compliance Professional

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM097151

Lease Acres: 520

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: DEVON ENERGY PRODUCTION COMPANY LP

Operator letter of designation:

Operator Info

Operator Organization Name: DEVON ENERGY PRODUCTION COMPANY LP

Operator Address: 333 West Sheridan Avenue

Zip: 73102

Operator PO Box:

Operator City: Oklahoma City

State: OK

Operator Phone: (405)552-6571

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Mater Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: FLAGLER 8 FED

Well Number: 3H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: WC-025 G-09 S253309A

Pool Name: UPPER WOLFCAMP

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: FLAGLER 8 FED **Well Number:** 3H

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Describe other minerals:

Is the proposed well in a Helium production area? N **Use Existing Well Pad?** NO **New surface disturbance?**

Type of Well Pad: MULTIPLE WELL **Multiple Well Pad Name:** FLAGLER 8 **Number:** 3

Well Class: HORIZONTAL **Number of Legs:** 1

Well Work Type: Drill

Well Type: OIL WELL

Describe Well Type:

Well sub-Type: INFILL

Describe sub-type:

Distance to town: **Distance to nearest well:** 30 FT **Distance to lease line:** 700 FT

Reservoir well spacing assigned acres Measurement: 160 Acres

Well plat: Flagler_8_Fed_3H_C_102_SIGNED_20180613095442.pdf

Well work start Date: 01/05/2019 **Duration:** 45 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 **Vertical Datum:** NAVD88

Survey number:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
SHL Leg #1	180	FSL	2540	FWL	25S	33E	8	Aliquot SESW	32.1383495	-103.5946334	LEA	NEW MEXICO	NEW MEXICO	F	NMNM 097151	3447	0	0
KOP Leg #1	50	FSL	2300	FWL	25S	33E	8	Aliquot SESW	32.137993	-103.595515	LEA	NEW MEXICO	NEW MEXICO	F	NMNM 097151	-8430	11889	11877
PPP Leg #1	330	FSL	2300	FWL	25S	33E	8	Aliquot SESW	32.138766	-103.595405	LEA	NEW MEXICO	NEW MEXICO	F	NMNM 097151	-8953	12550	12400

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: FLAGLER 8 FED **Well Number:** 3H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
EXIT Leg #1	330	FNL	2300	FWL	25S	33E	8	Aliquot NENW	32.1514594	-103.595407	LEA	NEW MEXICO	NEW MEXICO	F	NMNM 097151	-9003	17143	12450
BHL Leg #1	330	FNL	2300	FWL	25S	33E	8	Aliquot NENW	32.1514594	-103.595407	LEA	NEW MEXICO	NEW MEXICO	F	NMNM 097151	-9003	17143	12450

APD ID: 10400027435

Submission Date: 02/19/2018

Highlighted data reflects the most recent changes

Show Final Text

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: FLAGLER 8 FED

Well Number: 3H

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
1	---	3467	0	0	OTHER : Surface	NONE	No
2	RUSTLER	2322	1145	1145	SANDSTONE	NONE	No
3	TOP SALT	1959	1508	1508	SALT	NONE	No
4	BELL CANYON	-1533	5000	5000	SANDSTONE	NATURAL GAS,OIL	No
5	BASE OF SALT	-1533	5000	5000	LIMESTONE	NONE	No
6	CHERRY CANYON	-2573	6040	6040	SANDSTONE	NATURAL GAS,OIL	No
7	BRUSHY CANYON	-4223	7690	7690	SANDSTONE	NATURAL GAS,OIL	No
8	BONE SPRING	-5643	9110	9110	SHALE	NATURAL GAS,OIL	No
9	BONE SPRING 1ST	-6549	10016	10016	SANDSTONE	NATURAL GAS,OIL	No
10	BONE SPRING 2ND	-7143	10610	10610	SANDSTONE	NATURAL GAS,OIL	No
11	BONE SPRING 3RD	-8306	11773	11773	SANDSTONE	NATURAL GAS,OIL	No
12	WOLFCAMP	-8814	12281	12281	SHALE	NATURAL GAS,OIL	Yes
13	STRAWN	-14218	17685	17685	LIMESTONE	NATURAL GAS,OIL	No

Section 2 - Blowout Prevention

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: FLAGLER 8 FED **Well Number:** 3H

Pressure Rating (PSI): 10M **Rating Depth:** 12450

Equipment: BOP/BOPE will be installed per Onshore Oil & Gas Order #2 requirements prior to drilling below 10-3/4” surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 10M will be installed on the wellhead system. BOP/BOPE will be tested by an independent service company per Onshore Oil & Gas Order #2 requirements and MASP (Maximum Anticipated Surface Pressure) calculations. If the system is upgraded, all the components installed will be functional and tested.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP stack to the choke manifold. See attached for specs for hydrostatic test chart.

Testing Procedure: A multibowl wellhead may be used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

Choke Diagram Attachment:

Flagler_8_Fed_3H_10M_BOPE_CHK_20180613095546.pdf

BOP Diagram Attachment:

Flagler_8_Fed_3H_10M_BOPE_CHK_20180613095553.pdf

Pressure Rating (PSI): 5M **Rating Depth:** 12400

Equipment: BOP/BOPE will be installed per Onshore Oil & Gas Order #2 requirements prior to drilling below 13-3/8” surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 5M will be installed on the wellhead system. BOP/BOPE will be tested by an independent service company per Onshore Oil & Gas Order #2 requirements and MASP (Maximum Anticipated Surface Pressure) calculations. If the system is upgraded, all the components installed will be functional and tested.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP stack to the choke manifold. See attached for specs for hydrostatic test chart.

Testing Procedure: A multibowl wellhead may be used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

Choke Diagram Attachment:

Flagler_8_Fed_3H_5M_BOPE__CK_20180626141400.pdf

BOP Diagram Attachment:

Flagler_8_Fed_3H_5M_BOPE__CK_20180626141418.pdf

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: FLAGLER 8 FED **Well Number:** 3H

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	14.75	10.75	NEW	API	N	0	1150	0	1150			1150	J-55	40.5	STC	1.125	1.25	BUOY	1.6	BUOY	1.6
2	INTERMEDIATE	9.875	7.625	NEW	API	N	0	10013	0	10000			10013	P-110	29.7	OTHER - BTC	1.125	1.25	BUOY	1.6	BUOY	1.6
3	INTERMEDIATE	8.75	7.625	NEW	API	N	10013	12374	10000	12370			2361	P-110	29.7	OTHER - FLUSHMAX	1.125	1.25	BUOY	1.6	BUOY	1.6
4	PRODUCTION	6.75	5.5	NEW	API	N	0	17115	0	12450			17115	P-110	20	OTHER - VAM SG	1.125	1.25	BUOY	1.6	BUOY	1.6

Casing Attachments

Casing ID: 1 **String Type:** SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Flagler_8_Fed_3H_Surf_Csg_Ass_20180219105524.pdf

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: FLAGLER 8 FED **Well Number:** 3H

Casing Attachments

Casing ID: 2 **String Type:** INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Flagler_8_Fed_3H_Int_Csg_Ass_20180219105557.pdf

Casing ID: 3 **String Type:** INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Flagler_8_Fed_3H_Int_Csg_Ass_20180219105615.pdf

Casing ID: 4 **String Type:** PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Flagler_8_Fed_3H_Prod_Csg_Ass_20180219105646.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
INTERMEDIATE	Lead		0	0	0	0	0	0		SEE DRLG PLAN & CONTINGENCY PLAN	N/A
SURFACE	Lead		0	1150	715	1.34	14.8	960	50	CLASS C	1% Calcium Chloride
INTERMEDIATE	Lead		0	10413	824	3.27	9	2695	30	TUNED	Tuned Light
INTERMEDIATE	Tail		10413	12413	163	1.6	13.2	261	30	CLASS H	Poz (Fly Ash) + 0.5% bwoc HALAD-344 + 0.4% bwoc CFR-3 + 0.2% BWOC HR-601 + 2% bwoc Bentonite
PRODUCTION	Lead		12213	17115	387	1.33	14.8	515	25	CLASS H	0.125 lbs/sack Poly-E-Flake

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: FLAGLER 8 FED **Well Number:** 3H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	PH	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1150	SPUD MUD	8.33	9				2			
1150	12413	WATER-BASED MUD	9	10				2			
1150	12439	WATER-BASED MUD	9	10				2			
12413	17115	OIL-BASED MUD	10	11				12			

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

Will run GRMWD from TD to from KOP. Cement bond logs will be run in vertical to determine top of cement. Stated logs run will be in the Completion Report and submitted to the BLM.

List of open and cased hole logs run in the well:

CALIPER,CBL,DS,GR,MUDLOG

Coring operation description for the well:

N/A

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 7121 **Anticipated Surface Pressure:** 4382

Anticipated Bottom Hole Temperature(F): 160

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Flagler_8_Federal_3H_H2S_Plan_20180219105902.pdf

Operator Name: DEVON ENERGY PRODUCTION COMPANY LP

Well Name: FLAGLER 8 FED **Well Number:** 3H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Flagler_8_Fed_3H_Dir_Plan_Plot_20180219105917.pdf

Flagler_8_Fed_3H_Directional_Plan_20180219105918.pdf

Other proposed operations facets description:

MULTI-BOWL VERBIAGE
MULTI-BOWL WELLHEAD
CLOSED LOOP DESIGN PLAN
DRILLING PLAN
DRILLING CONTINGENCY
CO-FLEX HOSE
SPUDDER RIG REQUEST
3 SPEC SHEETS
10M ANNULAR VARIANCE DOC & SCHEMATIC
GCP FORM

Other proposed operations facets attachment:

Flagler_8_Fed_3H_Clsd_Loop_20180219105951.pdf

Flagler_8_Fed_3H_Drlg_Contingency_20180219110154.pdf

Flagler_8_Fed_3H_Spudder_Rig_Info_20180219110233.pdf

Flagler_8_Fed_3H_5.5_x_20_P110_EC_VAMSG_20180613095632.pdf

Flagler_8_Fed_3H_5.5_x_20_P110_EC_VAMTOP_HT_20180613095633.pdf

Flagler_8_Fed_3H_7.625_29.70_P110_Flushmax_20180613095633.pdf

Flagler_8_Fed_3H_Annular_Preventer_Summary_20180613095636.pdf

Flagler_8_Fed_3H_GCP_Form_20180613095637.pdf

Flagler_8_Fed_3H_MB_Wellhd_10M_20180613095638.pdf

Flagler_8_Fed_3H_MB_Verb_10M_20180613095637.pdf

Flagler_8_Fed_3H_10M_BOPE_Double_Ram_and_CLS_Exception_Schematic___For_Annular_Exception_201806130957 0.pdf

Flagler_8_Fed_3H_MB_Verb_5M_20180626141526.pdf

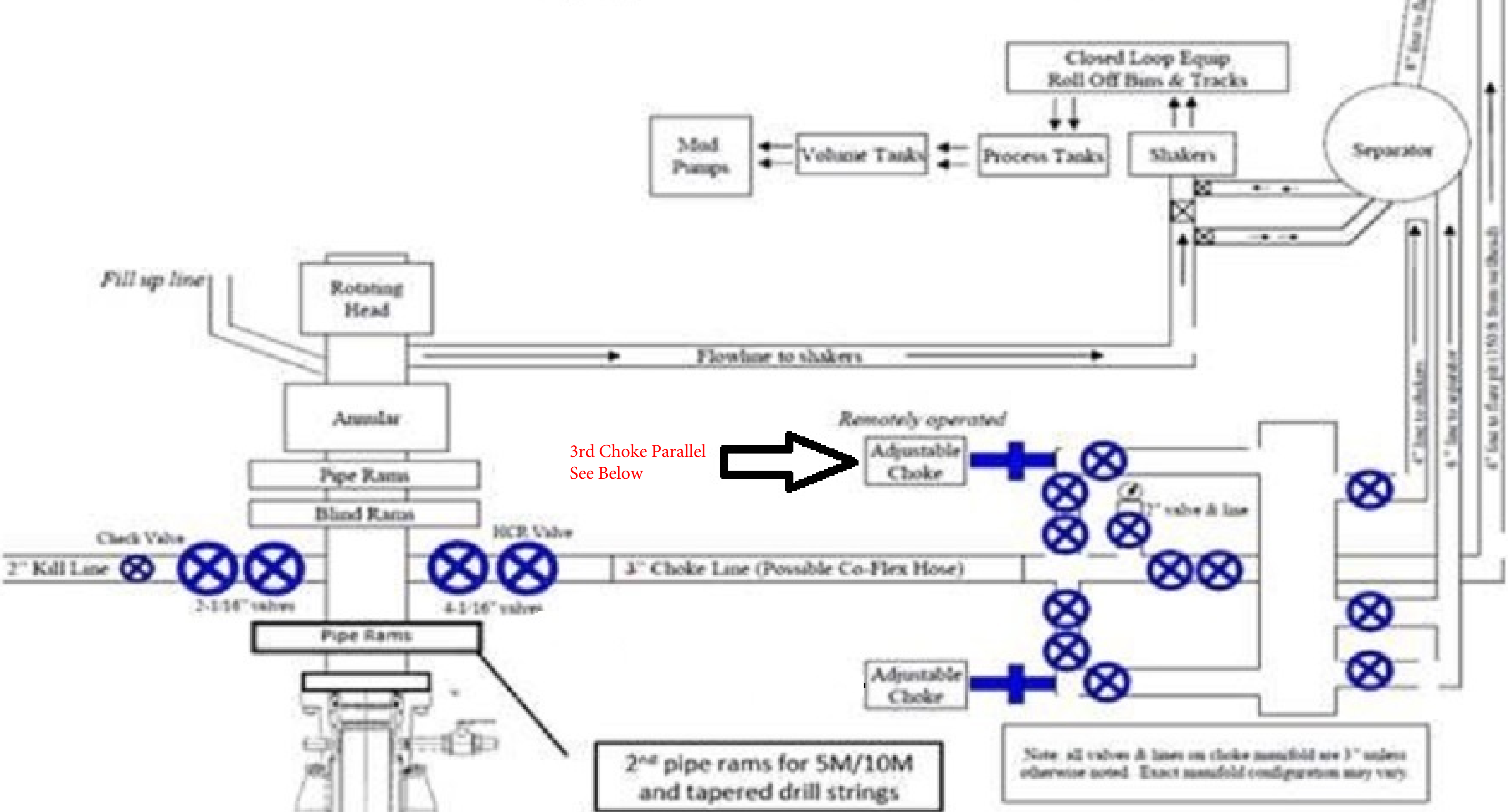
Flagler_8_Fed_3H_Drilling_Document_10M_20180626141607.pdf

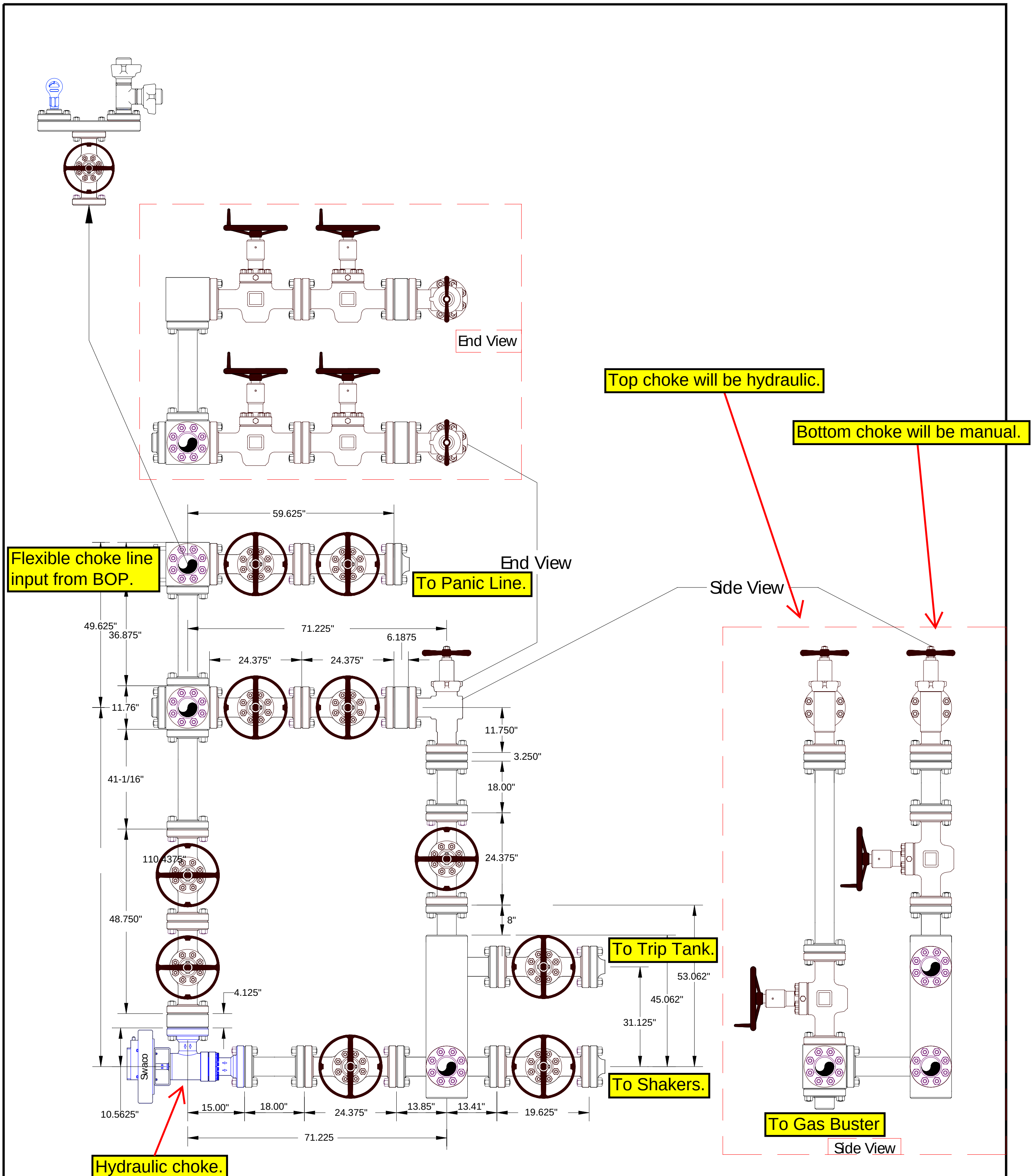
Flagler_8_Fed_3H_MB_Wellhd_5M_20180626141841.pdf

Other Variance attachment:

Flagler_8_Fed_3H_Co_flex_20180219110007.pdf

10M BOPE & Closed Loop Equipment Schematic





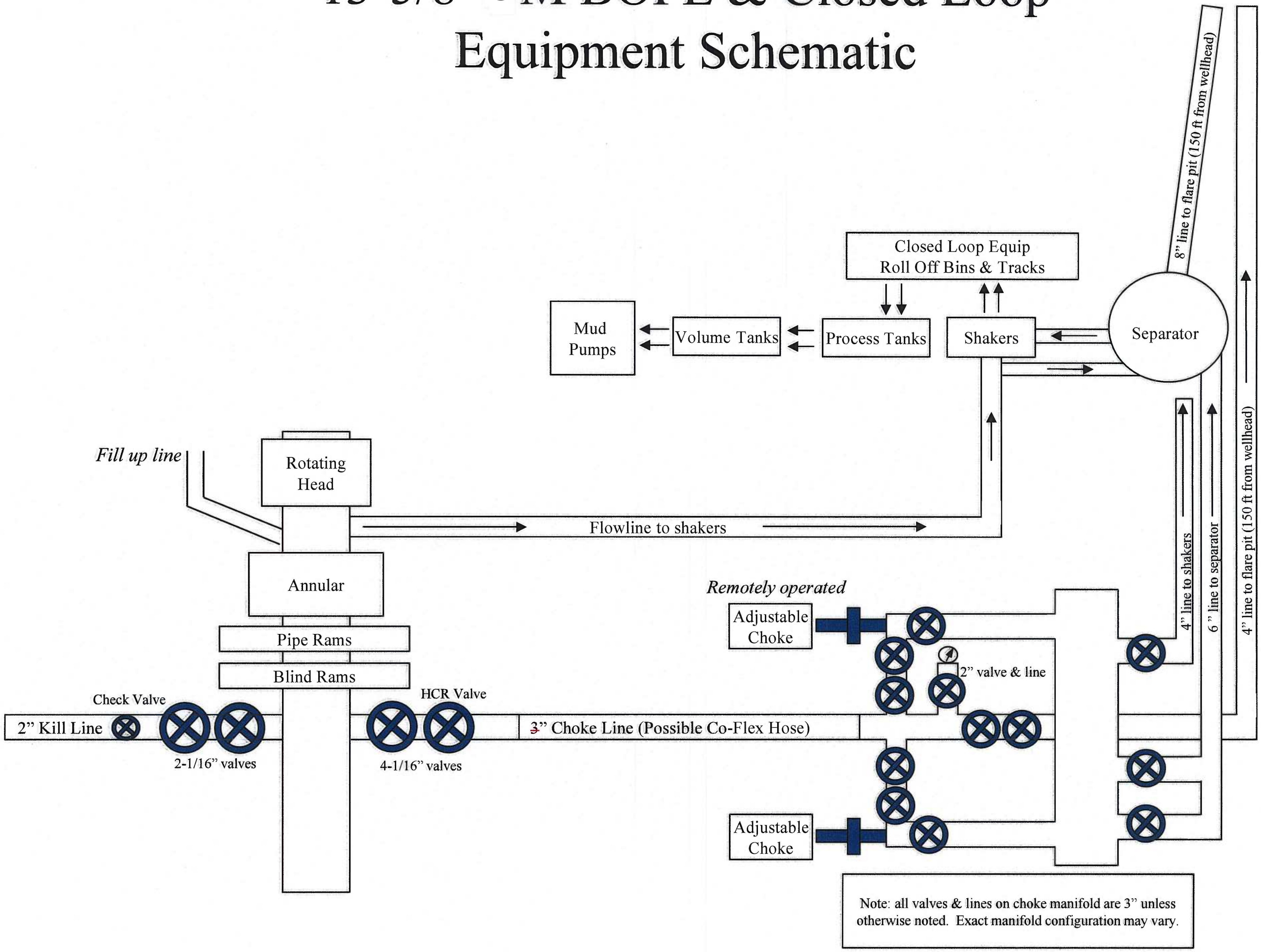
Helmerich & Payne

Flex 3 Rig w/ 3 Chokes

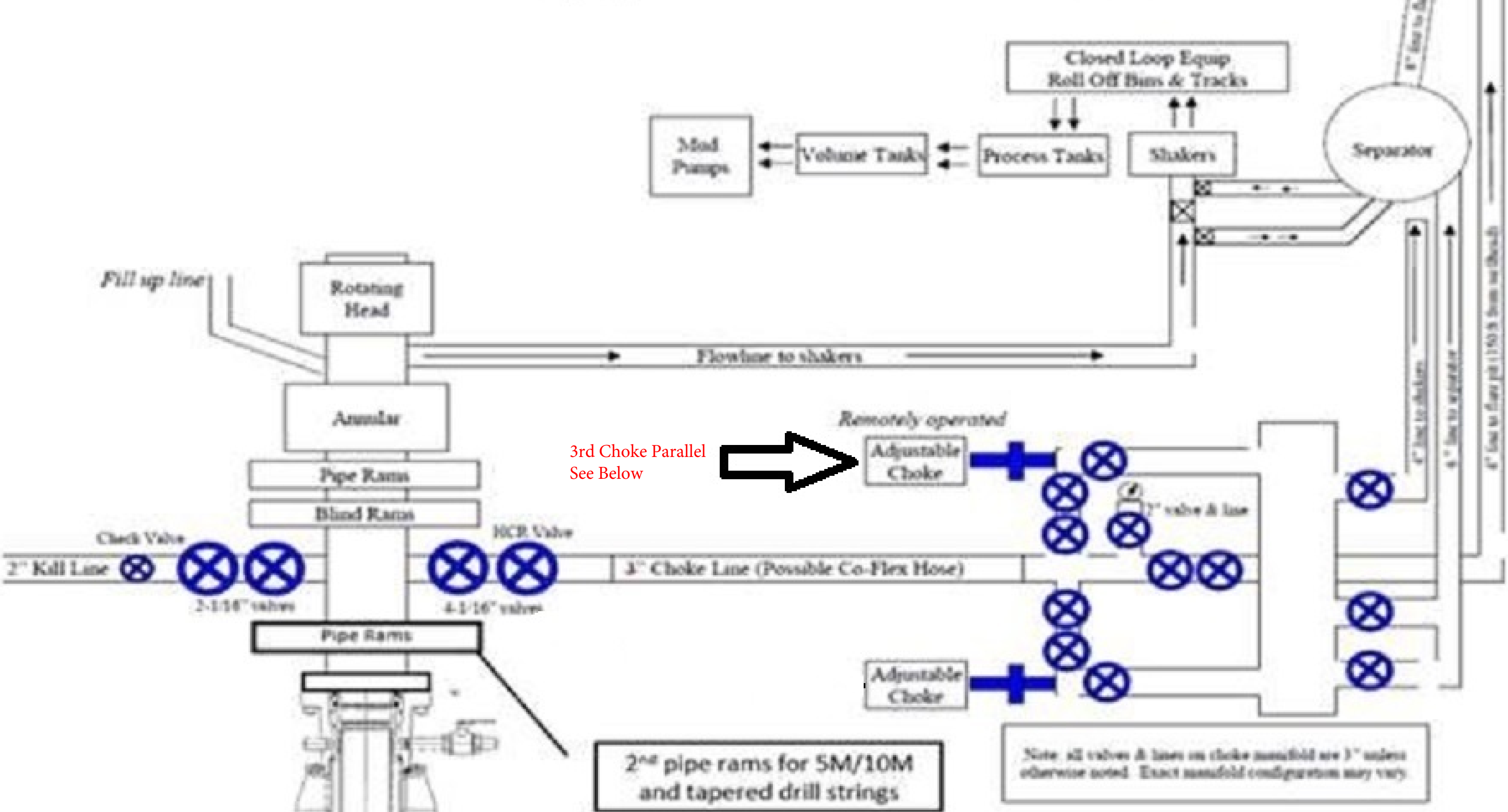
devon

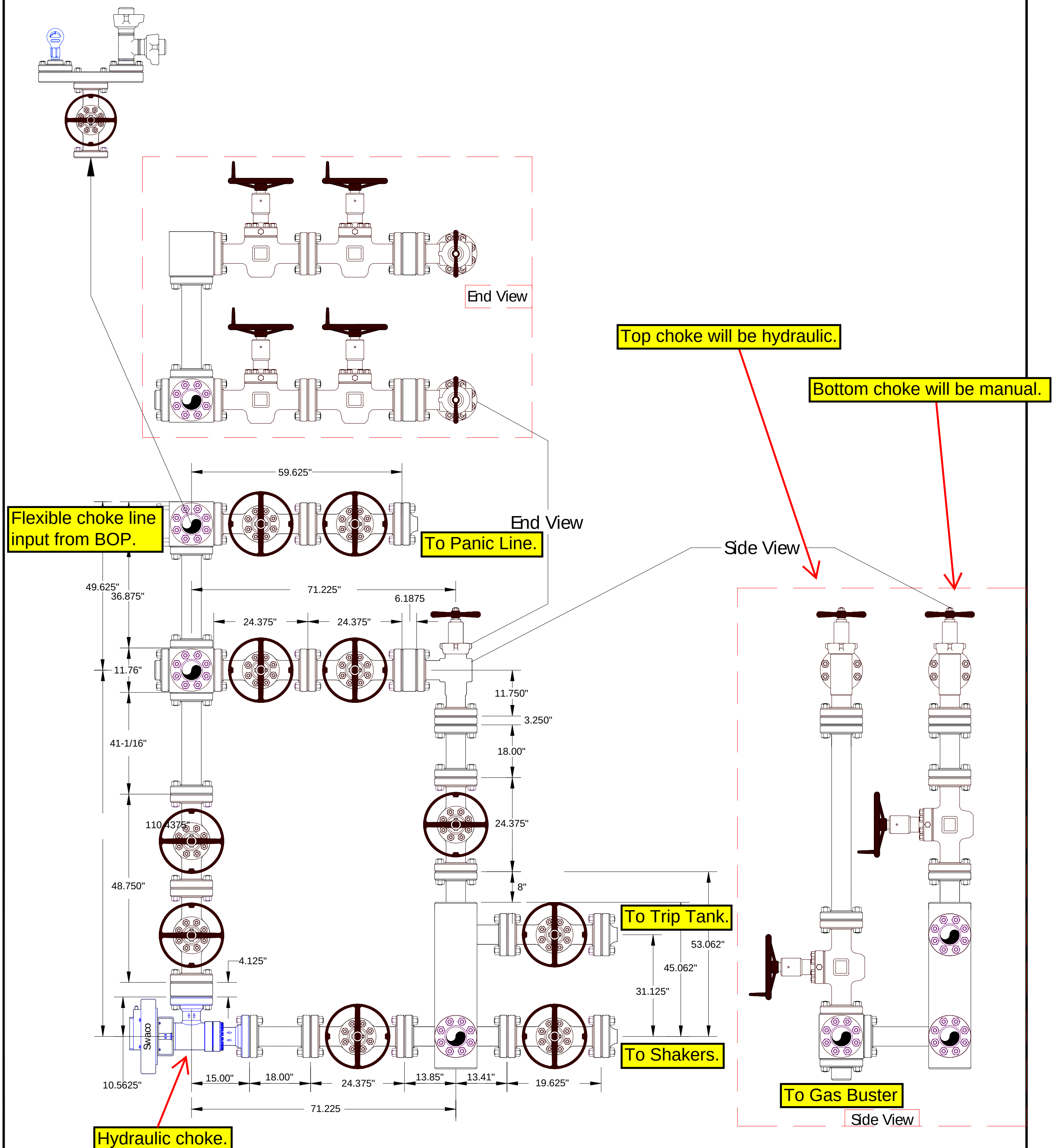
Name: Mike Potts	Date: 6-23-2010	Working Pressure: 10M	J-5132-E

13-5/8" 5M BOPE & Closed Loop Equipment Schematic



10M BOPE & Closed Loop Equipment Schematic





Helmerich & Payne

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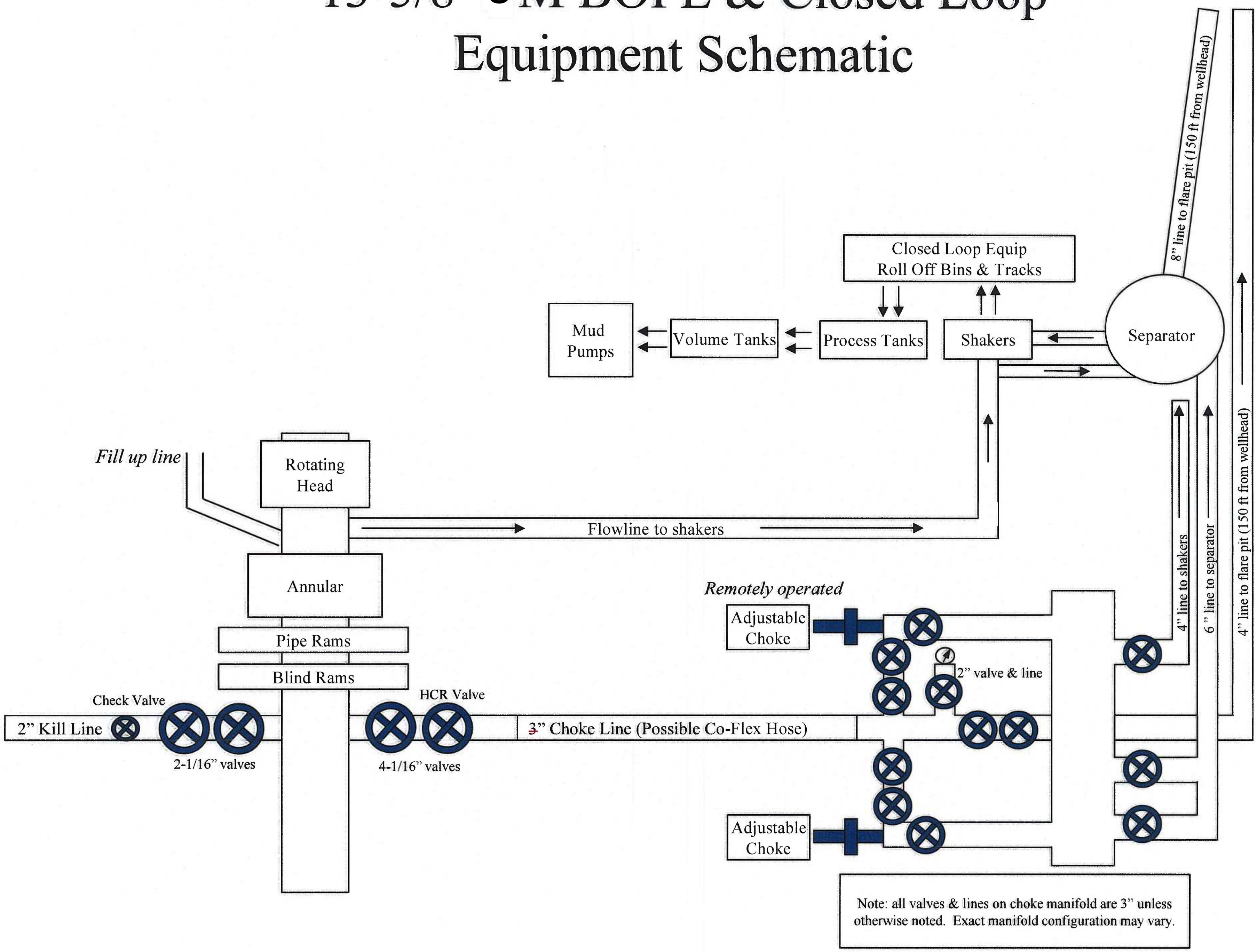
13-5/8" 5M BOPE & Closed Loop Equipment Schematic



Devon Energy Annular Preventer Summary

1. Component and Preventer Compatibility Table

The table below, which covers the drilling and casing of the 10M MASP portion of the well, outlines the tubulars and the compatible preventers in use. This table, combined with the mud program, documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

6-3/4" Production hole section, 10M requirement

Component	OD	Preventer	RWP
Drillpipe	4.5"	Fixed lower 4.5" Upper 4.5-7" VBR	10M
HWDP	4.5"	Fixed lower 4.5" Upper 4.5-7" VBR	10M
Drill collars and MWD tools	4.75"	Upper 4.5-7" VBR	10M
Mud Motor	4.75"	Upper 4.5-7" VBR	10M
Production casing	5.5"	Upper 4.5-7" VBR	10M
ALL	0-13-5/8"	Annular	5M
Open-hole	-	Blind Rams	10M

VBR = Variable Bore Ram. Compatible range listed in chart.

2. Well Control Procedures

Well control procedures are specific to the rig equipment and the operation at the time the kick occurs. Below are the minimal high-level tasks prescribed to assure a proper shut-in while drilling, tripping, running casing, pipe out of the hole (open hole), and moving the BHA through the BOPs. The pressure at which control is swapped from the annular to another compatible ram is variable, but the operator will document in the submission their operating pressure limit. The operator may chose an operating pressure less than or equal to RWP, but in no case will it exceed the RWP of the annular preventer.

General Procedure While Drilling

1. Sound alarm (alert crew)
2. Space out drill string
3. Shut down pumps (stop pumps and rotary)
4. Shut-in Well (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
5. Confirm shut-in
6. Notify toolpusher/company representative
7. Read and record the following:
    a. SIDPP and SICP
    b. Pit gain
    c. Time
8. Regroup and identify forward plan
9. If pressure has built or is anticipated during the kill to reach the RWP of the annular preventer, confirm spacing and swap to the upper pipe ram.

Devon Energy Annular Preventer Summary

General Procedure While Tripping

1. Sound alarm (alert crew)
2. Stab full opening safety valve and close
3. Space out drill string
4. Shut-in (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
5. Confirm shut-in
6. Notify toolpusher/company representative
7. Read and record the following:
    a. SIDPP and SICP
    b. Pit gain
    c. Time
8. Regroup and identify forward plan
9. If pressure has built or is anticipated during the kill to reach the RWP of the annular preventer, confirm spacing and swap to the upper pipe ram.

General Procedure While Running Casing

1. Sound alarm (alert crew)
2. Stab crossover and full opening safety valve and close
3. Space out string
4. Shut-in (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
5. Confirm shut-in
6. Notify toolpusher/company representative
7. Read and record the following:
    a. SIDPP and SICP
    b. Pit gain
    c. Time
8. Regroup and identify forward plan
9. If pressure has built or is anticipated during the kill to reach the RWP of the annular preventer, confirm spacing and swap to compatible pipe ram.

General Procedure With No Pipe In Hole (Open Hole)

1. Sound alarm (alert crew)
2. Shut-in with blind rams or BSR. (HCR and choke will already be in the closed position.)
3. Confirm shut-in
4. Notify toolpusher/company representative
5. Read and record the following:
    a. SICP
    b. Pit gain
    c. Time
6. Regroup and identify forward plan

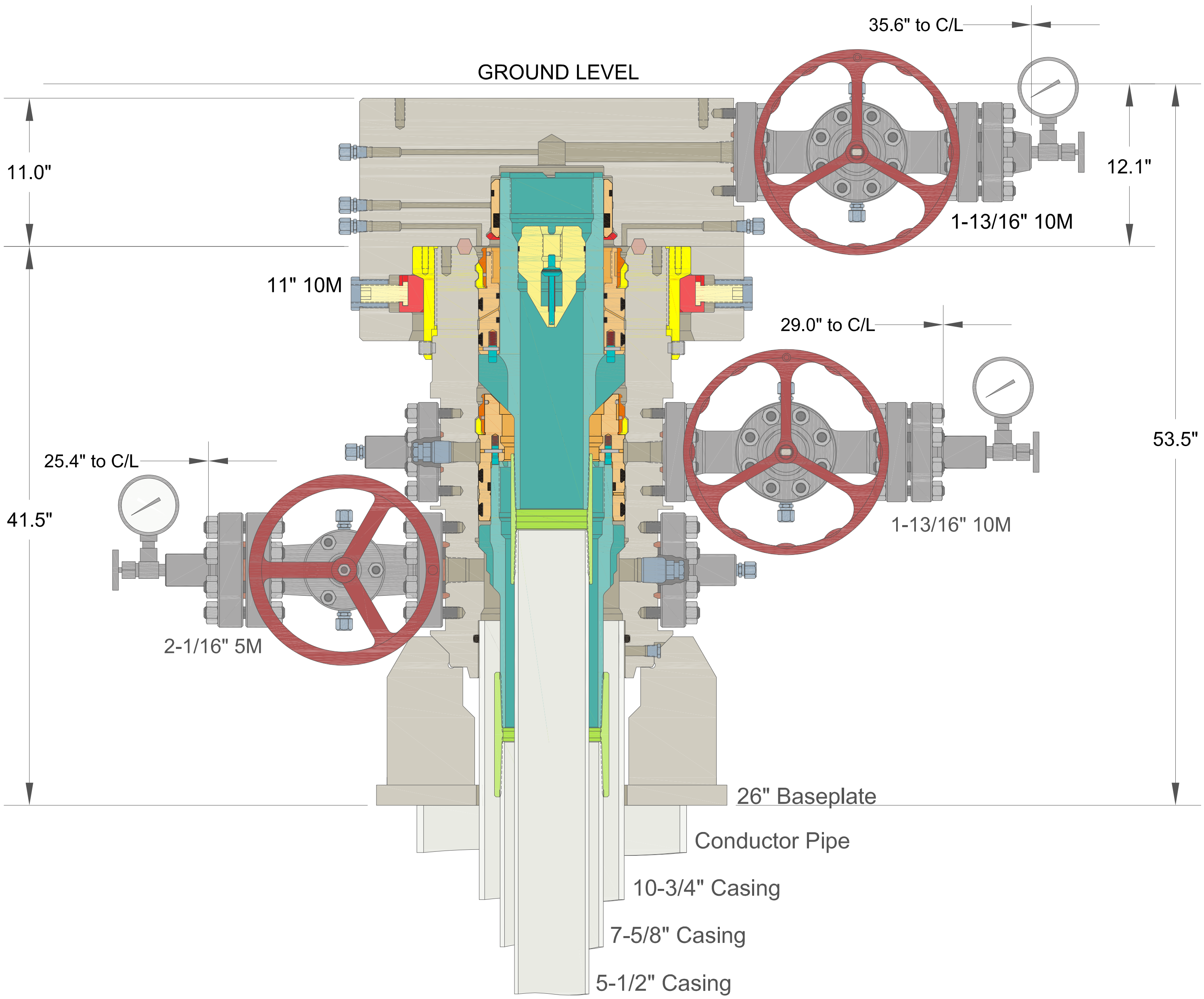
Devon Energy Annular Preventer Summary

General Procedures While Pulling BHA thru Stack

1. PRIOR to pulling last joint of drillpipe thru the stack.
    a. Perform flowcheck, if flowing:
    b. Sound alarm (alert crew)
    c. Stab full opening safety valve and close
    d. Space out drill string with tool joint just beneath the upper pipe ram.
    e. Shut-in using upper pipe ram. (HCR and choke will already be in the closed position.)
    f. Confirm shut-in
    g. Notify toolpusher/company representative
    h. Read and record the following:
        i. SIDPP and SICP
        ii. Pit gain
        iii. Time
    i. Regroup and identify forward plan

2. With BHA in the stack and compatible ram preventer and pipe combo immediately available.
    a. Sound alarm (alert crew)
    b. Stab crossover and full opening safety valve and close
    c. Space out drill string with upset just beneath the compatible pipe ram.
    d. Shut-in using compatible pipe ram. (HCR and choke will already be in the closed position.)
    e. Confirm shut-in
    f. Notify toolpusher/company representative
    g. Read and record the following:
        i. SIDPP and SICP
        ii. Pit gain
        iii. Time
    h. Regroup and identify forward plan

3. With BHA in the stack and NO compatible ram preventer and pipe combo immediately available.
    a. Sound alarm (alert crew)
    b. If possible to pick up high enough, pull string clear of the stack and follow “Open Hole” scenario.
    c. If impossible to pick up high enough to pull the string clear of the stack:
    d. Stab crossover, make up one joint/stand of drillpipe, and full opening safety valve and close
    e. Space out drill string with tooljoint just beneath the upper pipe ram.
    f. Shut-in using upper pipe ram. (HCR and choke will already be in the closed position.)
    g. Confirm shut-in
    h. Notify toolpusher/company representative
    i. Read and record the following:
        i. SIDPP and SICP
        ii. Pit gain
        iii. Time
    j. Regroup and identify forward plan



CACTUS WELLHEAD LLC	DEVON ENERGY CORPORATION		
16" x 11-7/8" x 7-5/8" MBU-T Wellhead Assembly With 7-5/8" & 5-1/2" Pin Bottom Mandrel Casing Hangers And 11" 10M MBU-T-HPS-F TA Cap	DRAWN	DLE	29NOV17
	APPRV		
	DRAWING NO.	OKE0001764	

A multibowl wellhead may be used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

Devon proposes using a multi-bowl wellhead assembly. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.

- Wellhead will be installed by wellhead representatives.
- If the welding is performed by a third party, the wellhead representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- Wellhead representative will install the test plug for the initial BOP test.
- Wellhead company will install a solid steel body pack-off to completely isolate the lower head after cementing intermediate casing. After installation of the pack-off, the pack-off and the lower flange will be tested to 5M, as shown on the attached schematic. Everything above the pack-off will not have been altered whatsoever from the initial nipple up. Therefore the BOP components will not be retested at that time.
- If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head will be cut and top out operations will be conducted.
- Devon will pressure test all seals above and below the mandrel (but still above the casing) to full working pressure rating.
- Devon will test the casing to 0.22 psi/ft or 1500 psi, whichever is greater, as per Onshore Order #2.

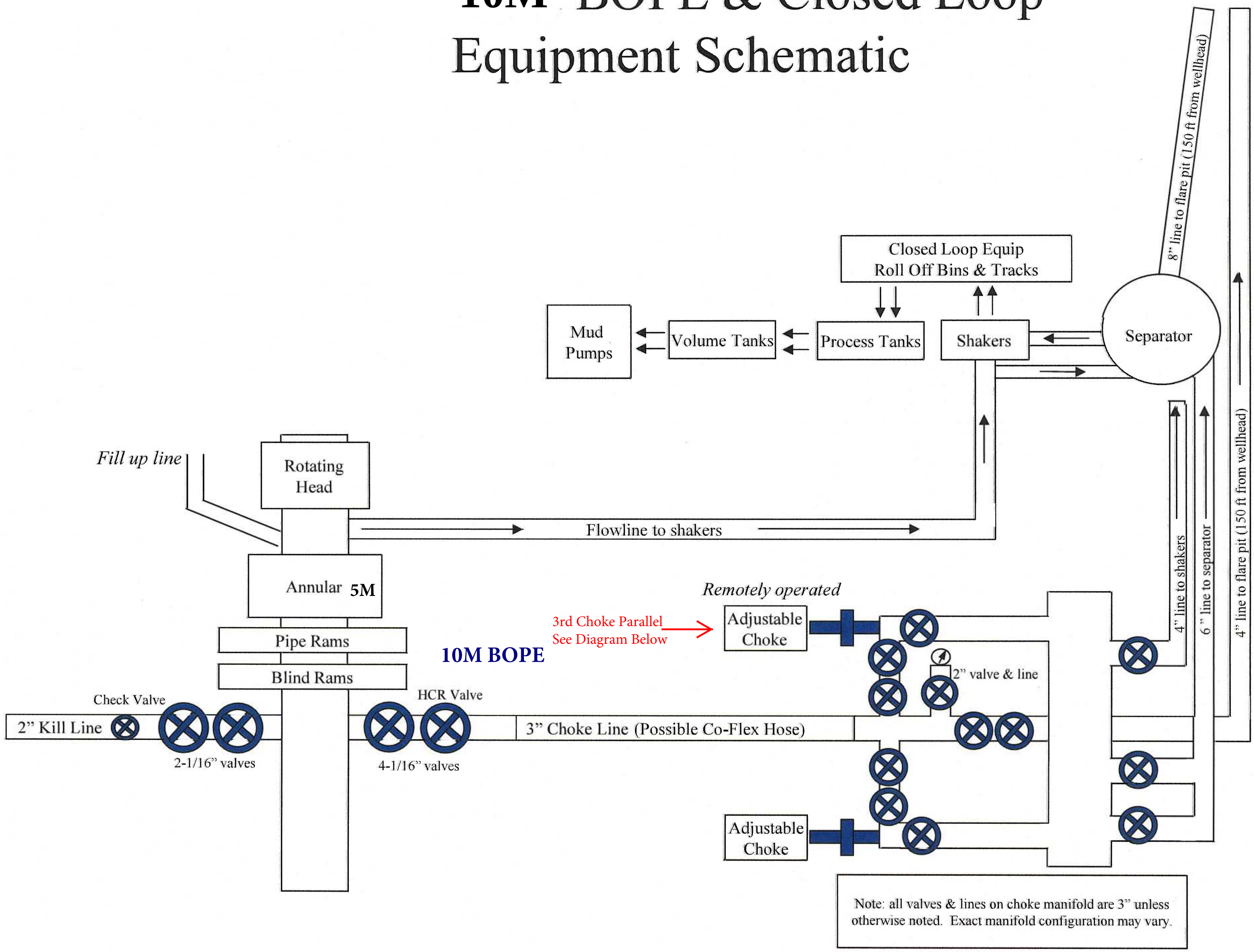
After running the 10-3/4" surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 5M will be installed on the wellhead system and will undergo a 250 psi low pressure test followed by a 5,000 psi high pressure test. The 5,000 psi high and 250 psi low test will cover testing requirements a maximum of 30 days, as per Onshore Order #2. If the well is not complete within 30 days of this BOP test, another full BOP test will be conducted, as per Onshore Order #2.

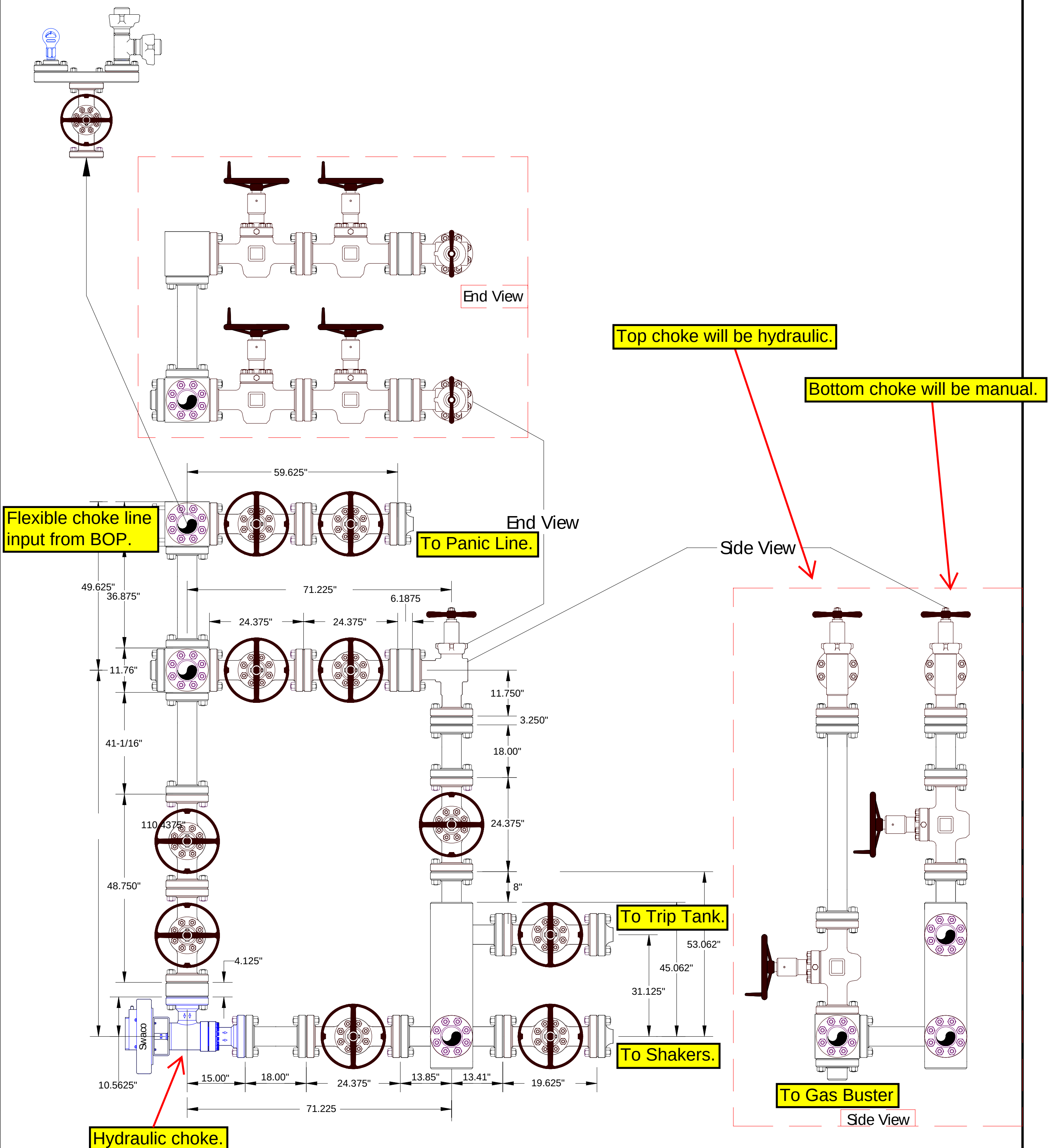
After running the 7-5/8” intermediate casing with a mandrel hanger, the 13-5/8" BOP/BOPE system with a minimum rating of 10M will be installed on the wellhead.

The pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These tests will be logged in the daily driller’s log. A 2” kill line and 3” choke line will be incorporated into the drilling spool below the ram BOP. In addition to the rams and annular preventer, additional BOP accessories include a kelly cock, floor safety valve, choke lines, and choke manifold rated at 10,000 psi WP.

Devon’s proposed wellhead manufactures will be FMC Technologies, Cactus Wellhead, or Cameron.

10M BOPE & Closed Loop Equipment Schematic





Helmerich & Payne

Flex 3 Rig w/ 3 Chokes

devon

Name: Mike Potts	Date: 6-23-2010	Working Pressure: 10M	J-5132-E

A multibowl wellhead may be used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

Devon proposes using a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.

- Wellhead will be installed by wellhead representatives.
- If the welding is performed by a third party, the wellhead representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- Wellhead representative will install the test plug for the initial BOP test.
- Wellhead company will install a solid steel body pack-off to completely isolate the lower head after cementing intermediate casing. After installation of the pack-off, the pack-off and the lower flange will be tested to 5M, as shown on the attached schematic. Everything above the pack-off will not have been altered whatsoever from the initial nipple up. Therefore the BOP components will not be retested at that time.
- If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head will be cut and top out operations will be conducted.
- Devon will pressure test all seals above and below the mandrel (but still above the casing) to full working pressure rating.
- Devon will test the casing to 0.22 psi/ft or 1500 psi, whichever is greater, as per Onshore Order #2.

After running the 13-3/8" surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 5M will be installed on the wellhead system and will undergo a 250 psi low pressure test followed by a 5,000 psi high pressure test. The 5,000 psi high and 250 psi low test will cover testing requirements a maximum of 30 days, as per Onshore Order #2. If the well is not complete within 30 days of this BOP test, another full BOP test will be conducted, as per Onshore Order #2.

After running the 9-5/8' intermediate casing with a mandrel hanger, the 13-5/8" BOP/BOPE system with a minimum rating of 5M will already be installed on the wellhead.

The pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These tests will be logged in the daily driller’s log. A 2” kill line and 3” choke line will be incorporated into the drilling spool below the ram BOP. In addition to the rams and annular preventer, additional BOP accessories include a kelly cock, floor safety valve, choke lines, and choke manifold rated at 5,000 psi WP.

Devon’s proposed wellhead manufactures will be FMC Technologies, Cactus Wellhead, or Cameron.

1. Geologic Formations

TVD of target	12,450’	Pilot hole depth	N/A
MD at TD:	17,115’	Deepest expected fresh water:	1145’

Basin

Formation	Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?	Hazards*
RUSTLER	1145		
TOP SALT	1508		
BASE OF SALT	5000		
BELL CANYON	5000		
CHERRY CANYON	6040		
BRUSHY CANYON	7690		
BONE SPRING	9110		
BONE SPRING 1ST	10016		
BONE SPRING 2ND	10610		
BONE SPRING 3RD	11773		
WOLFCAMP	12281		

*H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

Hole Size	Casing Interval From	Casing Interval To	Csg. Size	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
14.75"	0	1,150'	10.75"	40.5	J-55	STC	1.125	1.25	1.6
9.875"	0	10,013'	7.625"	29.7	P110	BTC	1.125	1.25	1.6
8.75"	10,013'	12,413'	7.625"	29.7	P110	Flushmax III	1.125	1.25	1.6
6.75"	0	11,913'	5.5"	20	P110	VamTop HT	1.125	1.25	1.6
6.75"	11,913'	17,115'	5.5"	20	P110	Vam SG	1.125	1.25	1.6

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed.

A variance is requested to wave the centralizer requirement for the 7-5/8" flush casing in the 8-3/4" hole and the 5-1/2" SF/Flush casing in the 6-3/4" hole.

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N

If yes, are there three strings cemented to surface?	

3. Cementing Program

Casing	# Sks	Wt. lb/ gal	H_20 gal/sk	Yld ft3/ sack	Slurry Description
10-3/4” Surface	715	14.8	6.34	1.34	Tail: Class C Cement + 1% Calcium Chloride
7-5/8” Int	821	9	13.5	3.27	Lead: Tuned Light® Cement
	163	13.2	5.31	1.6	Tail: (50:50) Class H Cement: Poz (Fly Ash) + 0.5% bwoc HALAD-344 + 0.4% bwoc CFR-3 + 0.2% BWOC HR-601 + 2% bwoc Bentonite
7-5/8” Intermediate Squeeze	1048	14.8	6.32	1.33	Class C Cement + 0.125 lbs/sack Poly-E-Flake
	417	9	13.5	3.27	Tuned Light® Cement
	163	13.2	5.31	1.6	Tail: (50:50) Class H Cement: Poz (Fly Ash) + 0.5% bwoc HALAD-344 + 0.4% bwoc CFR-3 + 0.2% BWOC HR-601 + 2% bwoc Bentonite
5-1/2” Production	387	14.8	6.32	1.33	Class H Cement + 0.125 lbs/sack Poly-E-Flake

If a DV tool is used, depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Casing String	TOC	% Excess
10-3/4” Surface	0’	50%
7-5/8” Intermediate	0’	30%
5-1/2” Production Casing	12,213’	25%

4. Pressure Control Equipment

N	A variance is requested for the use of a diverter on the surface casing. See attached for schematic.

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	✓	Tested to:
9-7/8" & 8-3/4"	13-5/8"	5M	Annular	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram	X	
			Double Ram	X	
			Other*		
6-3/4"	13-5/8"	10M	Annular (5M)	X	70% of rated working pressure
			Blind Ram	X	10M
			Pipe Ram	X	
			Double Ram	X	
			Other *		
			Annular		
			Blind Ram		
			Pipe Ram		
			Double Ram		
			Other *		

*Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Y	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

<table>
<tr><td></td><td colspan="2"></td></tr>
<tr><td rowspan="2">Y</td><td colspan="2">A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.</td></tr>
<tr><td>Y</td><td>Are anchors required by manufacturer?</td></tr>
<tr><td>Y</td><td colspan="2">A multibowl wellhead may be used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

Devon proposes using a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.
Wellhead will be installed by wellhead representatives.
If the welding is performed by a third party, the wellhead representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
Wellhead representative will install the test plug for the initial BOP test.
Wellhead company will install a solid steel body pack-off to completely isolate the lower head after cementing intermediate casing. After installation of the pack-off, the pack-off and the lower flange will be tested to 3M, as shown on the attached schematic. Everything above the pack-off will not have been altered whatsoever from the initial nipple up. Therefore the BOP components will not be retested at that time.
If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head will be cut and top out operations will be conducted.
Devon will pressure test all seals above and below the mandrel (but still above the casing) to full working pressure rating.
Devon will test the casing to 0.22 psi/ft or 1500 psi, whichever is greater, as per Onshore Order #2.
After running the 10-3/4" surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 5M will be installed on the wellhead system and will undergo a 250 psi low pressure test followed by a 5,000 psi high pressure test. The 5,000 psi high and 250 psi low test will cover testing requirements a maximum of 30 days, as per Onshore Order #2. If the well is not complete within 30 days of this BOP test, another full BOP test will be conducted, as per Onshore Order #2.
After running the 7-5/8” intermediate casing with a mandrel hanger, the 13-5/8" BOP/BOPE system with a minimum rating of 10M will be installed on the wellhead.

The pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These tests will be logged in the daily driller’s log. A 2” kill line and 3” choke line will be incorporated into the drilling spool below the ram BOP. In addition to the rams and annular preventer, additional BOP accessories include a kelly cock, floor safety valve, choke lines, and choke manifold rated at 3,000 psi WP.</td></tr>
</table>

	Devon's proposed wellhead manufactures will be FMC Technologies, Cactus Wellhead, or Cameron. Devon requests a variance to use a flexible line with flanged ends between the BOP and the choke manifold (choke line). The line will be kept as straight as possible with minimal turns.

5. Mud Program

Depth		Type	Weight (ppg)	Viscosity	Water Loss
From	To				
0	1150'	FW Gel	8.6-8.8	28-34	N/C
1150'	12,413'	OBM/Cut Brine	9-10	34-65	N/C - 6
12,413'	17,115'	Oil Based Mud	10-11	45-65	N/C - 6

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring

6. Logging and Testing Procedures

Logging, Coring and Testing.	
x	Will run GR/CNL fromTD to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.
	No Logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain
	Coring? If yes, explain

Additional logs planned		Interval
	Resistivity	Int. shoe to KOP
	Density	Int. shoe to KOP
X	CBL	Production casing
X	Mud log	Intermediate shoe to TD
	PEX	

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	7121 psi
Abnormal Temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.	
N	H2S is present
Y	H2S Plan attached

8. Other facets of operation

Is this a walking operation? Yes

1. In the event the spudder rig is unable to drill the surface holes the drilling rig will batch drill the surface holes and run/cement surface casing; walking the rig to next wells on the pad.
2. The drilling rig will then batch drill the intermediate sections with either OBM or cut brine and run/cement intermediate casing; the wellbore will be isolated with a blind flange and pressure gauge installed for monitoring the well before walking to the next well.
3. The drilling rig will then batch drill the production hole sections on the wells with OBM, run/cement production casing, and install TA caps or tubing heads for completions.

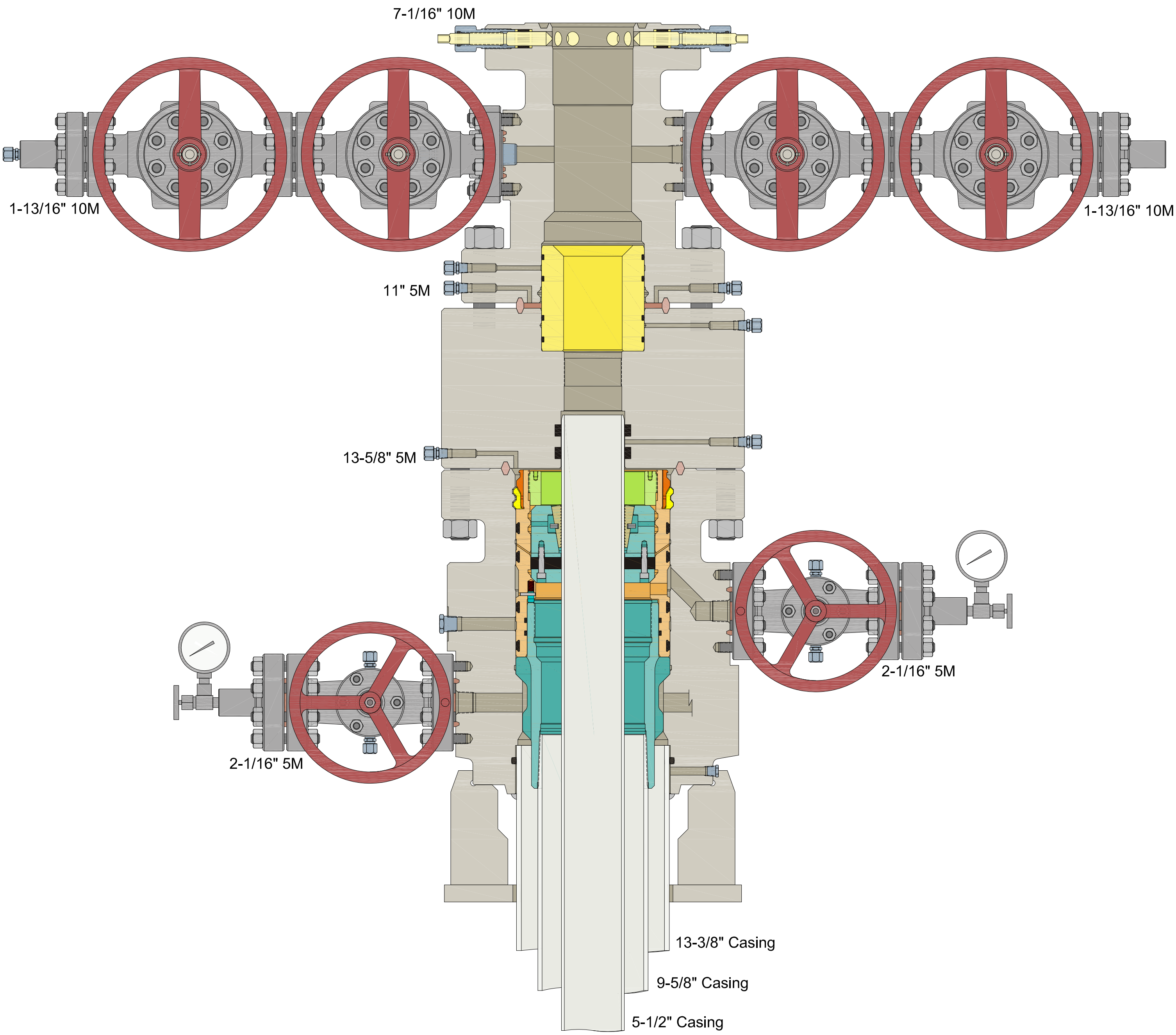
NOTE: During batch operations the drilling rig will be moved from well to well however, it will not be removed from the pad until all wells have production casing run/cemented.

Will be pre-setting casing? Yes

1. Spudder rig will move in and drill surface hole.
    a. Rig will utilize fresh water based mud to drill 14 ¾” surface hole to TD. Solids control will be handled entirely on a closed loop basis.
2. After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
3. The wellhead will be installed and tested once the 10-3/4” surface casing is cut off and the WOC time has been reached.
4. A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead.
5. Spudder rig operations is expected to take 4-5 days per well on a multi well pad.

6. The NMOCD will be contacted and notified 24 hours prior to commencing spudder rig operations.
7. Drilling operations will be performed with the drilling rig. At that time an approved BOP stack will be nippled up and tested on the wellhead before drilling operations commences on each well.
    a. The NMOCD will be contacted / notified 24 hours before the drilling rig moves back on to the pad with the pre-set surface casing.

Attachments
_x_ Directional Plan
___ Other, describe


7-1/16" 10M
1-13/16" 10M
1-13/16" 10M
11" 5M
13-5/8" 5M
2-1/16" 5M
2-1/16" 5M
13-3/8" Casing
9-5/8" Casing
5-1/2" Casing