Form 3160-5 (June 2015) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well Goil Well □ Gas Well □ Other 2. Name of Operator DEVON ENERGY PRODUCTION CONFIRMENt Rebecca.Deal@dvn.com 3b. Phone No. (include area code) Ph: 405-228-8429 3a. Address 333 WEST SHERIDAN AVENUE OKLAHOMA CITY, OK 73102 3b. Phone No. (include area code) Ph: 405-228-8429 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 7 T26S R34E SWSE 615FSL 2090FEL 32.052387 N Lat, 103.507187 W Lon				FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018 5. Lease Serial No. NMNM114990 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. 8. Well Name and No. JAYHAWK 7-6 FED FEE COM 7H 9. API Well No. 10. Field and Pool or Exploratory Area BOBCAT DRAW-UPR WOLFCAMP 11. County or Parish, State LEA COUNTY, NM	
12. CHECK THE A	PPROPRIATE BOX(ES) TO I	NDICATE NATURE OI	F NOTICE, 1	REPORT, OR OTH	IER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION		
Attach the Bond under which the wor following completion of the involved testing has been completed. Final A determined that the site is ready for f Devon Energy Production Co BHL change from 20 FNL & 1 TVD/MD Change from 12,626 Alternate casing design chang changing the 8.625" casing th	Image: Subsequent Report Image: Alter Casing Image: Alter Casing Repair Image: Hydraulic Fracturing Image: Reclamation Image: Well Integrity Image: Subsequent Report Image: Casing Repair Image: New Construction Image: Recomplete Image: Casing Repair Image: Subsequent Report Image: Casing Repair Image: New Construction Image: Recomplete Image: Change to Original Alter Change to Or				 □ Well Integrity ☑ Other Change to Original A PD ximate duration thereof. ent markers and zones. filed within 30 days 0-4 must be filed once
Name(Printed/Typed) REBECC	Electronic Submission #45070 For DEVON ENERGY PR nmitted to AFMSS for processing A DEAL Submission)	ODUCTION COMPAN, ser g by MUSTAFA HAQUE on Title REGUL Date 01/15/20	nt to the Hobl 01/15/2019 (ATORY COM	DS 19MH0031SE) MPLIANCE PROFE	SSI
	THIS SPACE FOR F	EDERAL OR STATE (OFFICE US	SE	
Approved By MUSTAFA HAQUE Conditions of approval, if any, are attached certify that the applicant holds legal or eq which would entitle the applicant to cond Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	ed. Approval of this notice does not w uitable title to those rights in the subje uct operations thereon. U.S.C. Section 1212, make it a crime	ct lease Office Hobbs			Date 01/16/2019 agency of the United

(Instructions	on	page	2)	1
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** BLM REVISED **

Revisions to Operator-Submitted EC Data for Sundry Notice #450702

	Operator Submitted	BLM Revised (AFMSS)
Sundry Type:	APDCH NOI	APDCH NOI
Lease:	NMNM114990	NMNM114990
Agreement:		
Operator:	DEVON ENERGY PRODUCTION COMPAN 333 WEST SHERIDAN AVE OKLAHOMA CITY, OK 73102 Ph: 405-228-8429	DEVON ENERGY PRODUCTION COMPAN 333 WEST SHERIDAN AVENUE OKLAHOMA CITY, OK 73102 Ph: 4055526571
Admin Contact:	REBECCA DEAL REGULATORY COMPLIANCE PROFESSI E-Mail: Rebecca.Deal@dvn.com	REBECCA DEAL REGULATORY COMPLIANCE PROFESSI E-Mail: Rebecca.Deal@dvn.com
	Ph: 405-228-8429	Ph: 405-228-8429
Tech Contact:	REBECCA DEAL REGULATORY COMPLIANCE PROFESSI E-Mail: Rebecca.Deal@dvn.com	REBECCA DEAL REGULATORY COMPLIANCE PROFESSI E-Mail: Rebecca.Deal@dvn.com
	Ph: 405-228-8429	Ph: 405-228-8429
Location: State: County:	NM LEA	NM LEA
Field/Pool:	BOBCAT DRAW; UWC	BOBCAT DRAW-UPR WOLFCAMP
Well/Facility:	JAYHAWK 7-6 FED FEE COM 7H Sec 7 T26S R34E Mer NMP SWSE 615FSL 2090FEL	JAYHAWK 7-6 FED FEE COM 7H Sec 7 T26S R34E SWSE 615FSL 2090FEL 32.052387 N Lat, 103.507187 W Lon

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	DEVON ENERGY PRODUCTION COMPANY LP
LEASE NO.:	NMNM114990
WELL NAME & NO.:	JAYHAWK 7-6 FED FEE COM 7H
SURFACE HOLE FOOTAGE:	615'/S & 2090'/E
BOTTOM HOLE FOOTAGE	20'/N & 980'/E
LOCATION:	SECTION 7, T26S, R34E, NMPM
COUNTY:	LEA

COA

H2S	C Yes	🖲 No	
Potash	None	© Secretary	ÖR-111-P
Cave/Karst Potential	• Low	C Medium	© High
Variance	© None	Flex Hose	© Other
Wellhead	Conventional	Multibowl	© Both
Other	□4 String Area	Capitan Reef	□ WIPP

All previous COAs still apply, except for the following:

A. CASING

Primary Casing Design

- 1. The **10-3/4** inch surface casing shall be set at approximately **900** 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 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 will be a minimum of $\underline{\mathbf{8}}$ <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - 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.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse

requirement.

2. The minimum required fill of cement behind the **7-5/8** inch intermediate casing is:

Option 1 (Single Stage):

• Cement to surface. If cement does not circulate see B.1.a, c-d above.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.

Operator has proposed to pump down 10 3/4" X 7 5/8" annulus. <u>Operator must</u> run a CBL from TD of the 7 5/8" casing to surface. Submit results to BLM.

- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **200** feet into previous casing string. Operator shall provide method of verification.

Alternate Casing Design:

- 4. The **13-3/8** inch surface casing shall be set at approximately **900** 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 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 will be a minimum of <u>8</u> <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - 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.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

5. The minimum required fill of cement behind the alternate **8 5/8** inch intermediate casing is:

Option 1 (Single Stage):

• Cement to surface. If cement does not circulate see B.1.a, c-d above. **Excess calculates to 7% - additional cement will be required.**

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.

Operator has proposed to pump down 13 3/8" X 8 5/8" annulus. <u>Operator must</u> run a CBL from TD of the 8 5/8" casing to surface. Submit results to BLM.

- 6. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **200** feet into previous casing string. Operator shall provide method of verification.

MHH 01162019

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Chaves and Roosevelt Counties
 Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.
 During office hours call (575) 627-0272.
 After office hours call (575)
 - Eddy County

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

- Lea County Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 393-3612
- A. CASING
- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least <u>24 hours</u>. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. <u>Wait on cement (WOC) for Water Basin:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.

- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. 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. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. 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.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.