

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

HOBBBS OGD

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**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.

OCT 24 2011

SUBMIT IN TRIPLICATE - Other instructions on reverse side

RECEIVED

| | | |
|--|--|---|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM04591 |
| 2. Name of Operator DEVON ENERGY PRODUCTION CO | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address 20 NORTH BROADWAY SUITE 1500 OKLAHOMA CITY, OK 73102 | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3b. Phone No. (include area code) Ph: 405-552-4524 | | 8. Well Name and No. KSI 22 FEDERAL 1H |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 22 T18S R33E SWSE 330FSL 1980FEL | | 9. API Well No. 30-025-40049-00-X1 |
| | | 10. Field and Pool, or Exploratory CORBIN Bone Spring S- |
| | | 11. County or Parish, and State LEA COUNTY, NM |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Change to Original APD |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations 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 recompleat 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 requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Devon Energy Production Co, LP respectfully requests changing the Intermediate depth of the 12 1/4" hole to 5150' rather than the permitted depth of 5250'.

The cement volumes will decrease but using the same slurry yield as per sundry.

Safety factors will not change.

The reason for this request is that Devon Energy Geology has stated that the Delaware formation is coming in high to geologic prognosis.

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

| | |
|--|--------------------------|
| 14. I hereby certify that the foregoing is true and correct. | |
| Electronic Submission #120760 verified by the BLM Well Information System For DEVON ENERGY PRODUCTION CO LP, sent to the Hobbs Committed to AFMSS for processing by KURT SIMMONS on 10/19/2011 (12KMS0108SE) | |
| Name (Printed/Typed) MELANIE A CRAWFORD | Title REGULATORY ANALYST |
| Signature (Electronic Submission) | Date 10/19/2011 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--------------------------|-----------------|
| Approved By TED MORGAN | Title PETROLEUM ENGINEER | Date 10/19/2011 |
| Conditions of approval, if any, are attached. Approval of this notice 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. | | |
| Office Hobbs | | |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

OCT 25 2011

KSI 22 Federal 1H
Devon Energy Production Company
30-025-40049
Oct 20, 2011
Conditions of Approval

Summary of Current Status:

- Drilling in Progress on 12-1/4" hole section

Operator Requests:

The reason for this request is that Devon Energy Geology has stated that the Delaware formation is coming in high to geologic prognosis.

Devon Energy has submitted two sundries in this regard. The first is for the casing point to be 100' higher than stated in the original APD, and the second sundry is to provide the details on cement slurry to be utilized in cementing the 9-5/8" casing at the early casing point.

The requested cement job would now be as follows:

1st stage Lead: 450 sacks 65:35 Poz Class C with a 2.47 cuft/sack yield

Tail: 400 sacks Class C with a 1.32 cuft/sack yield

DV tool with ECP at 2100'

2nd stage lead Lead: 350 sacks 65:35 Poz Class C with a 2.47 cuft/sack yield

Tail: 185 sacks Class C with a 1.32 cuft/sack yield

Conditions of Approval:

Both sundries are approved 10/19/2011 TMM Review of the geology indicates casing point adjustment of 100' is acceptable and formations will still be properly cased off.

Cement calculations review indicated Stage 1 design provides for cement to circulate at the DV tool set at 2100' and have 70% excess cement. Stage 2 design provides for cement to circulate at the surface with 51% excess cement.

- Both Sundry NOIs are approved and to be in compliance with the original APD.

TMM 10/20/2011