

JUL 25 2013

FORM APPROVED
OMB No. 1004-0137
Expires October 31, 2014

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: ☒ DRILL ☐ REENTER		5. Lease Serial No. NMNM 114990
1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☐ Single Zone ☐ Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator Devon Energy Production Company, L.P.		7. If Unit or CA Agreement, Name and No.
3a. Address 333 W. Sheridan Ave. Oklahoma City, OK 73102	3b. Phone No. (include area code) 405-228-4248	8. Lease Name and Well No. <40042> Salado Draw 6 Fed 1H
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface 220' FSL & 875' FWL, Sec 6, T26S-R34E, Lot #4 At proposed prod. zone 330' FNL & 500' FWL, Sec 6, T26S-R34E, Lot #1		9. API Well No. 30-025-41293 WC-025 G-09 5264061; LOWER
14. Distance in miles and direction from nearest town or post office* Approximately 26 miles southwest of Jal, NM		11. Sec., T. R. M. or Blk. and Survey or Area Sec 6, T26S-R34E <98038>
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 330'	16. No. of acres in lease 1241.6	12. County or Parish Lea
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. See attached map	19. Proposed Depth MD: 17060' TVD: 12,523'	13. State NM
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3319.6' GL	22. Approximate date work will start*	17. Spacing Unit dedicated to this well 160.60
		20. BLM/BIA Bond No. on file CO-1104 & NMB-000801
		23. Estimated duration 45 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the BLM.

25. Signature Patti Riechers	Name (Printed/Typed) Patti Riechers	Date 02/25/2013
Title Regulatory Specialist		
Approved by (Signature) /s/George MacDonell	Name (Printed/Typed)	Date JUL 19 2013
Title FIELD MANAGER		Office CARLSBAD FIELD OFFICE

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, are attached.

APPROVAL FOR TWO YEARS

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.

(Continued on page 2)

Carlsbad Controlled Water Basin

Approval Subject to General Requirements
& Special Stipulations Attached

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

JUL 31 2013

DRILLING PROGRAM

Devon Energy Production Company, LP
Salado Draw 6 Fed 1H

Surface Location: 200' FSL & 875' FWL, Lot 4, Sec 6 T26S R34E, Lea, NM
Bottom Hole Location: 330' FNL & 500' FWL, Lot 1, Sec 6 T26S R34E, Lea, NM

1. Geologic Name of Surface Formation

a. Quaternary

2. Estimated Tops of Geological Markers & Depths of Anticipated Fresh Water, Oil or Gas:

a. Fresh Water	160'	
b. Rustler	900'	Barren
c. Top Salt	1250'	Barren
d. Base Salt	5070'	Barren
e. Delaware	5220'	Oil & Gas
f. Bone Spring	9260'	Oil & Gas
g. 1 st Bone Spring SD	10360'	Oil & Gas
h. 2 nd Bone Spring SD	11030'	Oil & Gas
i. 3 rd Bone Spring SD	12020'	Oil & Gas
j. Lwr 3 rd Bone Spring SD	12466'	Oil & Gas

Total Depth	12,523' TVD	17,060' MD
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3. Casing Program: (All casing is new and API approved.)

<u>Hole Size</u>	<u>Hole Interval</u>	<u>OD Csg</u>	<u>Casing Interval</u>	<u>Weight</u>	<u>Collar</u>	<u>Grade</u>
17-1/2"	0 - 1,000' <i>920'</i>	13-3/8"	0 - 1,000	48#	STC	H-40
12-1/4"	1,000 - 5,200	9-5/8"	0 - 5,200	40#	LTC	HCK-55
8-3/4"	5,200 - 11,000	5-1/2"	0 - 11,000	17#	LTC	HCP-110
8-3/4"	11,000 - 17,060	5-1/2"	11,000 - 17,060	17#	BTC	HCP-110

No Pilot hole.

Design Parameter Factors:

<u>Casing Size</u>	<u>Collapse Design</u> <u>Factor</u>	<u>Burst Design</u> <u>Factor</u>	<u>Tension Design</u> <u>Factor</u>
13 3/8"	1.27	1.82	1.88
9 5/8"	1.48	3.33	6.71
5 1/2"	1.57	1.46	18.99
5 1/2"	1.45	2.07	2.92

4. Cement Program: (cement volumes Surface 100%/ Intermediate 50% Production based on at least 25% excess):

13-3/8" Surface	Lead: 400 sacks Class C Cement + 2% bwoc Calcium Chloride + 0.125 lbs/sack Poly-E-Flake + 4% bwoc Bentonite + 70.1% Fresh Water, 13.5 ppg Yield: 1.75 cf/sk TOC @ surface 500 ft Tail: 515 sacks Class C Cement + 2% bwoc Calcium Chloride + 0.125 lbs/sack Poly-E-Flake + 63.1% Fresh Water, 14.8 ppg Yield: 1.35 cf/sk
9-5/8" Intermediate	Lead: 1070 sacks (65:35) Class C Cement:Poz (Fly Ash): + 5% bwow Sodium Chloride + 0.125 lbs/sack Poly-E-Flake + 6% bwoc Bentonite + 70.9% Fresh Water, 12.9 ppg Yield: 1.85 cf/sk TOC @ surface Tail: 360 sacks Class C Cement + 0.125 lbs/sack Poly-E-Flake + 63.5% Water, 14.8 ppg Yield: 1.33 cf/sk
5-1/2" Production	1st Lead: 420 sacks (50:50) Class H Cement:Poz (Fly Ash) + 10% bwoc Bentonite + 8 lb/sk Sodium Chloride + 0.125 lbs/sack Poly-E-Flake + 0.3% bwoc HR-601 + 0.3% bwoc Econolite + 77.2% Fresh Water, 11.8 ppg Yield: 2.52 cf/sk 2nd Lead: 485 sacks (65:35) Class H Cement:Poz (Fly Ash) + 6% bwoc Bentonite + 0.125 lbs/sack Poly-E-Flake + 0.1% bwoc HR-601 + 74.1% Fresh Water, 12.5 ppg Yield: 1.95 cf/sk

Tail: 1570 sacks (50:50) Class H Cement:Poz (Fly Ash) + 1 lb/sk Sodium Chloride + 0.5% bwoc HALAD-344 + 0.4% bwoc CFR-3 + 0.1% bwoc HR-601 + 2% bwoc Bentonite + 58.8% Fresh Water, 14.5 ppg

Yield: 1.22 cf/sk

TOC for All Strings:

Surface:	0
Intermediate:	0
Production:	4700. ft

The above cement volumes could be revised pending the caliper measurement from the open hole logs.

5. Pressure Control Equipment

A 5M 13-5/8" BOP system (Double Ram and Annular preventer) will be installed and tested prior to drilling out the surface casing shoe. The BOP system used to drill the intermediate hole will be tested per BLM Onshore Oil and Gas Order 2.

A 5M 13-5/8" BOP system (Double Ram and Annular preventer) will be installed and tested prior to drilling out the intermediate casing shoe. The BOP system used to drill the production hole will be tested per BLM Onshore Oil and Gas Order 2.

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 requests a variance to use a flexible line with flanged ends between the BOP and the choke manifold (choke line); **if an H&P rig drills this well. Otherwise no flex line is needed.** The line will be kept as straight as possible with minimal turns.

EROS 71 1006

6. Proposed Mud Circulation System

<u>Depth</u>	<u>Mud Wt.</u>	<u>Visc</u>	<u>Fluid Loss</u>	<u>Type System</u>
0 – 1,000	8.4-9.0	30-34	NC	FW
1,000 – 5,200	9.8-10.0	28-32	NC	Brine
5,200 -17,060	8.6-9.0	28-32	N12	FW

The necessary mud products for weight addition and fluid loss control will be on location at all times. Visual mud monitoring equipment will be in place to detect volume changes indicating loss or gain of circulating fluid volume. If abnormal pressures are encountered, electronic/mechanical mud monitoring equipment will be installed.

7. Auxiliary Well Control and Monitoring Equipment:

- a. A Kelly cock will be in the drill string at all times.
- b. A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor at all times.
- c. Hydrogen Sulfide detection equipment will be in operation after drilling out the 13 3/8" casing shoe until the 5 1/2" casing is cemented. Breathing equipment will be on location upon drilling the 13 3/8" shoe until total depth is reached.

8. Logging, Coring, and Testing Program:

- a. Drill stem tests will be based on geological sample shows.
- b. If a drill stem test is anticipated; a procedure, equipment to be used and safety measures will be provided via sundry notice to the BLM.
- c. The open hole electrical logging program will be:
 - i. Total Depth to Intermediate Casing Dual Laterolog-Micro Laterolog with SP and Gamma Ray. Compensated Neutron – Z Density log with Gamma Ray and Caliper.
 - ii. Total Depth to Surface Compensated Neutron with Gamma Ray
 - iii. No coring program is planned
 - iv. Additional testing will be initiated subsequent to setting the 5 1/2" production casing. Specific intervals will be targeted based on log evaluation, geological sample shows and drill stem tests.

9. Potential Hazards:

- a. No abnormal pressures or temperatures are expected. There is no known presence of H₂S in this area. If H₂S is encountered the operator will comply with the provisions of Onshore Oil and Gas Order No. 6 No lost circulation is expected to occur. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Estimated BHP 4,700 psi and Estimated BHT 170°. No H₂S is anticipated to be encountered.

10. Anticipated Starting Date and Duration of Operations:

- a. Road and location construction will begin after the BLM has approved the APD. Anticipated spud date will be as soon after BLM approval and as soon as a rig will be available. Move in operations and drilling is expected to take 32 days. If production casing is run then an additional 30 days will be needed to complete well and construct surface facilities and/or lay flow lines in order to place well on production.

DEVON ENERGY

Project: Lea County, NM (NAD-83)
 Site: Salado Draw "6" Fed
 Well: 1H
 Wellbore: OH
 Design: Plan #1a



Azimuths to Grid North
 True North: -0.43°
 Magnetic North: 6.92°

Magnetic Field
 Strength: 48367.1snT
 Dip Angle: 60.01°
 Date: 01/22/2013
 Model: IGRF2010

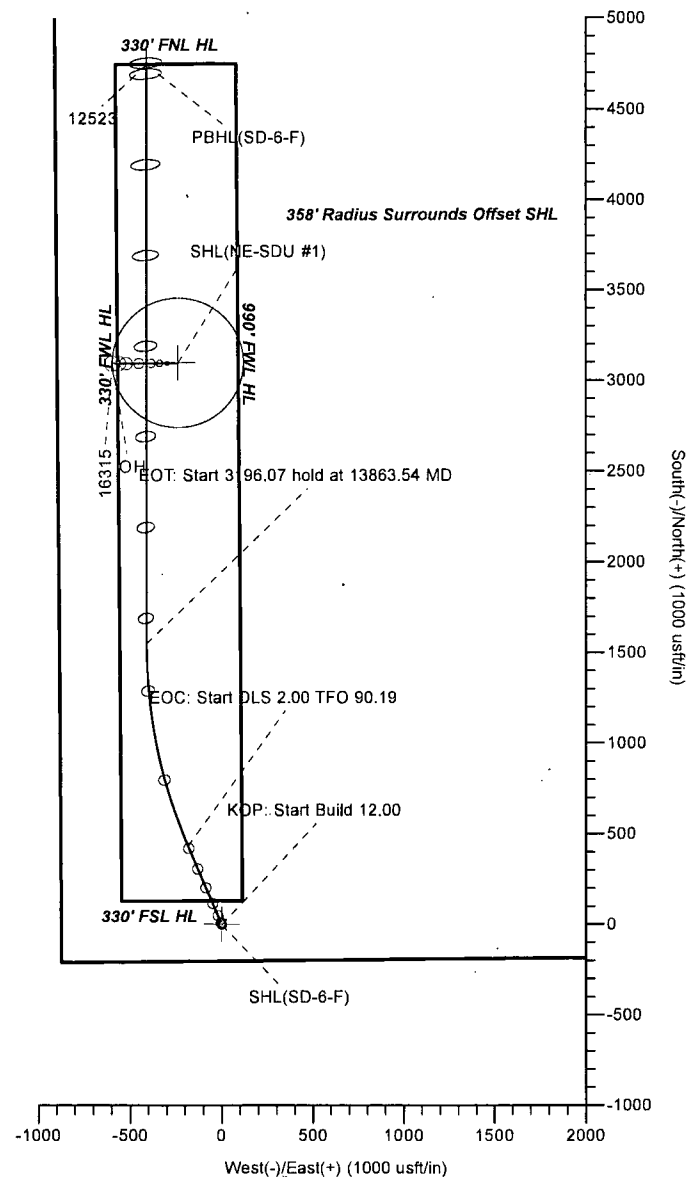
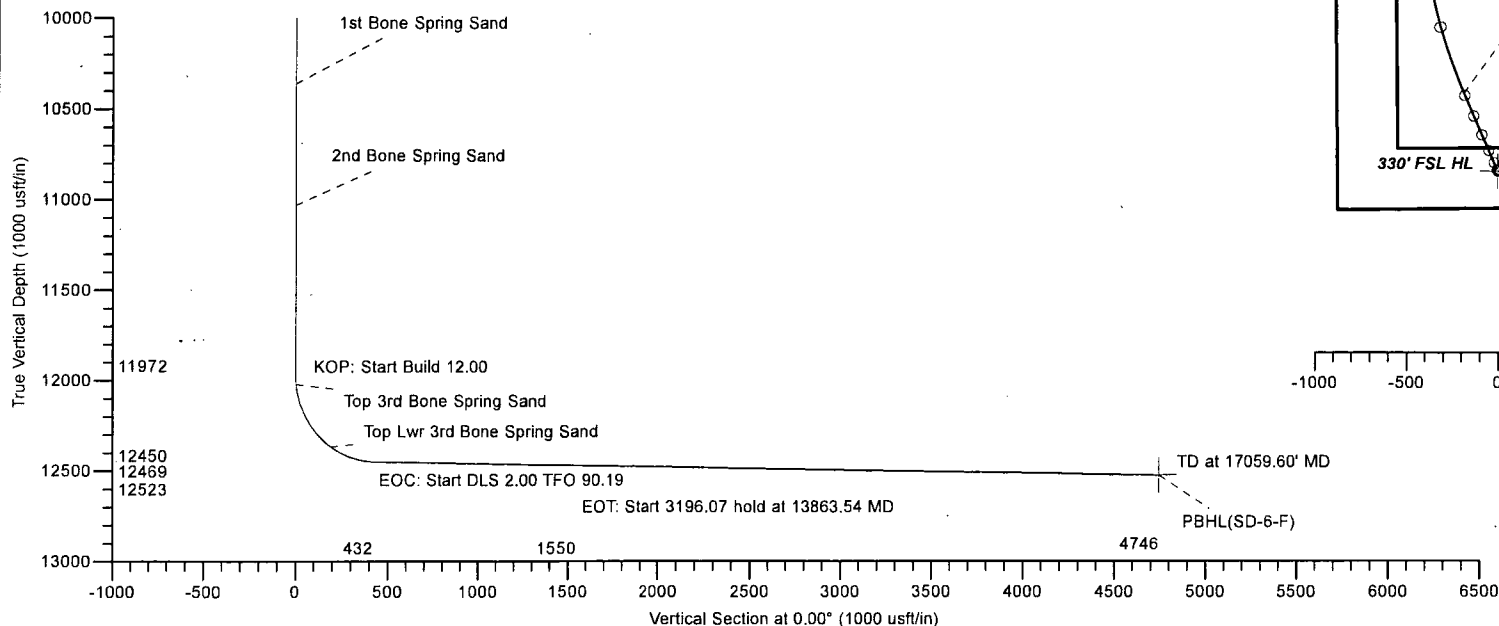


SECTION DETAILS

Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	Vsect	Annotation
1	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
2	11972.60	0.00	0.00	11972.60	0.00	0.00	0.00	0.00	0.00	KOP: Start Build 12.00
3	12714.60	89.04	337.02	12450.00	432.20	-183.30	12.00	337.02	432.20	EOC: Start DLS 2.00 TFO 90.19
4	13863.54	89.04	360.00	12469.50	1550.42	-410.62	2.00	90.19	1550.42	EOT: Start 3196.07 hold at 13863.54 MD
5	17059.60	89.04	360.00	12523.00	4746.03	-410.62	0.00	0.00	4746.03	TD at 17059.60' MD

DESIGN TARGET DETAILS

Name	TVD	+N/-S	+E/-W	Northing	Easting	Latitude	Longitude
SHL(NE-SDU #1)	0.00	3097.21	-238.56	391724.57	794685.48	32° 4' 27.446 N	103° 30' 55.448 W
SHL(SD-6-F)	0.00	0.00	0.00	388627.36	794924.04	32° 3' 56.781 N	103° 30' 52.949 W
PBHL(SD-6-F)	12523.00	4746.03	-410.62	393373.39	794513.42	32° 4' 43.775 N	103° 30' 57.303 W



LEAM DRILLING SYSTEMS LLC
 2010 East Davis, Conroe, Texas 77301
 Phone: 936/756-7577, Fax 936/756-7595

Plan: Plan #1a (1H/OH)
 Salado Draw "6" Fed
 Created By: Tyler Carlson Date: 10/23, February 26 2013
 Date: _____
 Approved: _____ Date: _____

LEAM Drilling Systems LLC

Planning Report

Database:	EDM 5000.1 Single User Db	Local Co-ordinate Reference:	Well 1H
Company:	DEVON ENERGY	TVD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Project:	Lea County, NM (NAD-83)	MD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Site:	Salado Draw "6" Fed	North Reference:	Grid
Well:	1H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OH		
Design:	Plan #1a		

Project	Lea County, NM (NAD-83)		
Map System:	US State Plane 1983	System Datum:	Mean Sea Level
Geo Datum:	North American Datum 1983		
Map Zone:	New Mexico Eastern Zone		

Site	Salado Draw "6" Fed		
Site Position:		Northing:	388,627.36 usft
From:	Map	Easting:	794,924.04 usft
Position Uncertainty:	0.00 usft	Slot Radius:	13-3/16 "
		Latitude:	32° 3' 56.781 N
		Longitude:	103° 30' 52.949 W
		Grid Convergence:	0.43 °

Well	1H		
Well Position	+N/-S	0.00 usft	Northing: 388,627.36 usft
	+E/-W	0.00 usft	Easting: 794,924.04 usft
Position Uncertainty	0.00 usft	Wellhead Elevation:	Ground Level: 3,320.00 usft
		Latitude:	32° 3' 56.781 N
		Longitude:	103° 30' 52.949 W

Wellbore	OH		
Magnetics	Model Name	Sample Date	Declination
			(°)
	IGRF2010	01/22/13	7.35
			Dip Angle
			(°)
			Field Strength
			(nT)
			48,367

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

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
11,972.60	0.00	0.00	11,972.60	0.00	0.00	0.00	0.00	0.00	0.00	
12,714.60	89.04	337.02	12,450.00	432.20	-183.30	12.00	12.00	0.00	337.02	
13,863.54	89.04	360.00	12,469.50	1,550.42	-410.62	2.00	0.00	2.00	90.19	
17,059.60	89.04	360.00	12,523.00	4,746.03	-410.62	0.00	0.00	0.00	0.00	PBHL(SD-6-F)

LEAM Drilling Systems LLC

Planning Report

Database:	EDM 5000.1 Single User Db	Local Co-ordinate Reference:	Well 1H
Company:	DEVON ENERGY	TVD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Project:	Lea County, NM (NAD-83)	MD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Site:	Salado Draw "6" Fed	North Reference:	Grid
Well:	1H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OH		
Design:	Plan #1a		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
Rustler									
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,250.00	0.00	0.00	1,250.00	0.00	0.00	0.00	0.00	0.00	0.00
Top Salt									
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	0.00	0.00
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.00	0.00	0.00
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.00	0.00	0.00
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00
3,600.00	0.00	0.00	3,600.00	0.00	0.00	0.00	0.00	0.00	0.00
3,700.00	0.00	0.00	3,700.00	0.00	0.00	0.00	0.00	0.00	0.00
3,800.00	0.00	0.00	3,800.00	0.00	0.00	0.00	0.00	0.00	0.00
3,900.00	0.00	0.00	3,900.00	0.00	0.00	0.00	0.00	0.00	0.00
4,000.00	0.00	0.00	4,000.00	0.00	0.00	0.00	0.00	0.00	0.00
4,100.00	0.00	0.00	4,100.00	0.00	0.00	0.00	0.00	0.00	0.00
4,200.00	0.00	0.00	4,200.00	0.00	0.00	0.00	0.00	0.00	0.00
4,300.00	0.00	0.00	4,300.00	0.00	0.00	0.00	0.00	0.00	0.00
4,400.00	0.00	0.00	4,400.00	0.00	0.00	0.00	0.00	0.00	0.00
4,500.00	0.00	0.00	4,500.00	0.00	0.00	0.00	0.00	0.00	0.00
4,600.00	0.00	0.00	4,600.00	0.00	0.00	0.00	0.00	0.00	0.00
4,700.00	0.00	0.00	4,700.00	0.00	0.00	0.00	0.00	0.00	0.00
4,800.00	0.00	0.00	4,800.00	0.00	0.00	0.00	0.00	0.00	0.00

LEAM Drilling Systems LLC

Planning Report

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Well:	1H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OH		
Design:	Plan #1a		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
4,900.00	0.00	0.00	4,900.00	0.00	0.00	0.00	0.00	0.00	0.00
5,000.00	0.00	0.00	5,000.00	0.00	0.00	0.00	0.00	0.00	0.00
5,070.00	0.00	0.00	5,070.00	0.00	0.00	0.00	0.00	0.00	0.00
Base Salt									
5,100.00	0.00	0.00	5,100.00	0.00	0.00	0.00	0.00	0.00	0.00
5,200.00	0.00	0.00	5,200.00	0.00	0.00	0.00	0.00	0.00	0.00
5,220.00	0.00	0.00	5,220.00	0.00	0.00	0.00	0.00	0.00	0.00
Deleware									
5,300.00	0.00	0.00	5,300.00	0.00	0.00	0.00	0.00	0.00	0.00
5,400.00	0.00	0.00	5,400.00	0.00	0.00	0.00	0.00	0.00	0.00
5,500.00	0.00	0.00	5,500.00	0.00	0.00	0.00	0.00	0.00	0.00
5,600.00	0.00	0.00	5,600.00	0.00	0.00	0.00	0.00	0.00	0.00
5,700.00	0.00	0.00	5,700.00	0.00	0.00	0.00	0.00	0.00	0.00
5,800.00	0.00	0.00	5,800.00	0.00	0.00	0.00	0.00	0.00	0.00
5,900.00	0.00	0.00	5,900.00	0.00	0.00	0.00	0.00	0.00	0.00
6,000.00	0.00	0.00	6,000.00	0.00	0.00	0.00	0.00	0.00	0.00
6,100.00	0.00	0.00	6,100.00	0.00	0.00	0.00	0.00	0.00	0.00
6,200.00	0.00	0.00	6,200.00	0.00	0.00	0.00	0.00	0.00	0.00
6,300.00	0.00	0.00	6,300.00	0.00	0.00	0.00	0.00	0.00	0.00
6,400.00	0.00	0.00	6,400.00	0.00	0.00	0.00	0.00	0.00	0.00
6,500.00	0.00	0.00	6,500.00	0.00	0.00	0.00	0.00	0.00	0.00
6,600.00	0.00	0.00	6,600.00	0.00	0.00	0.00	0.00	0.00	0.00
6,700.00	0.00	0.00	6,700.00	0.00	0.00	0.00	0.00	0.00	0.00
6,800.00	0.00	0.00	6,800.00	0.00	0.00	0.00	0.00	0.00	0.00
6,900.00	0.00	0.00	6,900.00	0.00	0.00	0.00	0.00	0.00	0.00
7,000.00	0.00	0.00	7,000.00	0.00	0.00	0.00	0.00	0.00	0.00
7,100.00	0.00	0.00	7,100.00	0.00	0.00	0.00	0.00	0.00	0.00
7,200.00	0.00	0.00	7,200.00	0.00	0.00	0.00	0.00	0.00	0.00
7,300.00	0.00	0.00	7,300.00	0.00	0.00	0.00	0.00	0.00	0.00
7,400.00	0.00	0.00	7,400.00	0.00	0.00	0.00	0.00	0.00	0.00
7,500.00	0.00	0.00	7,500.00	0.00	0.00	0.00	0.00	0.00	0.00
7,600.00	0.00	0.00	7,600.00	0.00	0.00	0.00	0.00	0.00	0.00
7,700.00	0.00	0.00	7,700.00	0.00	0.00	0.00	0.00	0.00	0.00
7,800.00	0.00	0.00	7,800.00	0.00	0.00	0.00	0.00	0.00	0.00
7,900.00	0.00	0.00	7,900.00	0.00	0.00	0.00	0.00	0.00	0.00
8,000.00	0.00	0.00	8,000.00	0.00	0.00	0.00	0.00	0.00	0.00
8,100.00	0.00	0.00	8,100.00	0.00	0.00	0.00	0.00	0.00	0.00
8,200.00	0.00	0.00	8,200.00	0.00	0.00	0.00	0.00	0.00	0.00
8,300.00	0.00	0.00	8,300.00	0.00	0.00	0.00	0.00	0.00	0.00
8,400.00	0.00	0.00	8,400.00	0.00	0.00	0.00	0.00	0.00	0.00
8,500.00	0.00	0.00	8,500.00	0.00	0.00	0.00	0.00	0.00	0.00
8,600.00	0.00	0.00	8,600.00	0.00	0.00	0.00	0.00	0.00	0.00
8,700.00	0.00	0.00	8,700.00	0.00	0.00	0.00	0.00	0.00	0.00
8,800.00	0.00	0.00	8,800.00	0.00	0.00	0.00	0.00	0.00	0.00
8,900.00	0.00	0.00	8,900.00	0.00	0.00	0.00	0.00	0.00	0.00
9,000.00	0.00	0.00	9,000.00	0.00	0.00	0.00	0.00	0.00	0.00
9,100.00	0.00	0.00	9,100.00	0.00	0.00	0.00	0.00	0.00	0.00
9,200.00	0.00	0.00	9,200.00	0.00	0.00	0.00	0.00	0.00	0.00
9,260.00	0.00	0.00	9,260.00	0.00	0.00	0.00	0.00	0.00	0.00
Bone Springs									
9,300.00	0.00	0.00	9,300.00	0.00	0.00	0.00	0.00	0.00	0.00
9,400.00	0.00	0.00	9,400.00	0.00	0.00	0.00	0.00	0.00	0.00

LEAM Drilling Systems LLC

Planning Report

Database:	EDM 5000.1 Single User Db	Local Co-ordinate Reference:	Well 1H
Company:	DEVON ENERGY	TVD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Project:	Lea County, NM (NAD-83)	MD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Site:	Salado Draw "6" Fed	North Reference:	Grid
Well:	1H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OH		
Design:	Plan #1a		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
9,500.00	0.00	0.00	9,500.00	0.00	0.00	0.00	0.00	0.00	0.00
9,600.00	0.00	0.00	9,600.00	0.00	0.00	0.00	0.00	0.00	0.00
9,700.00	0.00	0.00	9,700.00	0.00	0.00	0.00	0.00	0.00	0.00
9,800.00	0.00	0.00	9,800.00	0.00	0.00	0.00	0.00	0.00	0.00
9,900.00	0.00	0.00	9,900.00	0.00	0.00	0.00	0.00	0.00	0.00
10,000.00	0.00	0.00	10,000.00	0.00	0.00	0.00	0.00	0.00	0.00
10,100.00	0.00	0.00	10,100.00	0.00	0.00	0.00	0.00	0.00	0.00
10,200.00	0.00	0.00	10,200.00	0.00	0.00	0.00	0.00	0.00	0.00
10,300.00	0.00	0.00	10,300.00	0.00	0.00	0.00	0.00	0.00	0.00
10,360.00	0.00	0.00	10,360.00	0.00	0.00	0.00	0.00	0.00	0.00
1st Bone Spring Sand									
10,400.00	0.00	0.00	10,400.00	0.00	0.00	0.00	0.00	0.00	0.00
10,500.00	0.00	0.00	10,500.00	0.00	0.00	0.00	0.00	0.00	0.00
10,600.00	0.00	0.00	10,600.00	0.00	0.00	0.00	0.00	0.00	0.00
10,700.00	0.00	0.00	10,700.00	0.00	0.00	0.00	0.00	0.00	0.00
10,800.00	0.00	0.00	10,800.00	0.00	0.00	0.00	0.00	0.00	0.00
10,900.00	0.00	0.00	10,900.00	0.00	0.00	0.00	0.00	0.00	0.00
11,000.00	0.00	0.00	11,000.00	0.00	0.00	0.00	0.00	0.00	0.00
11,030.00	0.00	0.00	11,030.00	0.00	0.00	0.00	0.00	0.00	0.00
2nd Bone Spring Sand									
11,100.00	0.00	0.00	11,100.00	0.00	0.00	0.00	0.00	0.00	0.00
11,200.00	0.00	0.00	11,200.00	0.00	0.00	0.00	0.00	0.00	0.00
11,300.00	0.00	0.00	11,300.00	0.00	0.00	0.00	0.00	0.00	0.00
11,400.00	0.00	0.00	11,400.00	0.00	0.00	0.00	0.00	0.00	0.00
11,500.00	0.00	0.00	11,500.00	0.00	0.00	0.00	0.00	0.00	0.00
11,600.00	0.00	0.00	11,600.00	0.00	0.00	0.00	0.00	0.00	0.00
11,700.00	0.00	0.00	11,700.00	0.00	0.00	0.00	0.00	0.00	0.00
11,800.00	0.00	0.00	11,800.00	0.00	0.00	0.00	0.00	0.00	0.00
11,900.00	0.00	0.00	11,900.00	0.00	0.00	0.00	0.00	0.00	0.00
11,972.60	0.00	0.00	11,972.60	0.00	0.00	0.00	0.00	0.00	0.00
KOP: Start Build 12.00									
11,975.00	0.29	337.02	11,975.00	0.01	0.00	0.01	12.00	12.00	0.00
12,000.00	3.29	337.02	11,999.99	0.72	-0.31	0.72	12.00	12.00	0.00
12,019.07	5.58	337.02	12,019.00	2.08	-0.88	2.08	12.00	12.00	0.00
Top 3rd Bone Spring Sand									
12,025.00	6.29	337.02	12,024.90	2.64	-1.12	2.64	12.00	12.00	0.00
12,050.00	9.29	337.02	12,049.66	5.76	-2.44	5.76	12.00	12.00	0.00
12,075.00	12.29	337.02	12,074.22	10.07	-4.27	10.07	12.00	12.00	0.00
12,100.00	15.29	337.02	12,098.49	15.56	-6.60	15.56	12.00	12.00	0.00
12,125.00	18.29	337.02	12,122.43	22.20	-9.42	22.20	12.00	12.00	0.00
12,150.00	21.29	337.02	12,145.95	29.99	-12.72	29.99	12.00	12.00	0.00
12,175.00	24.29	337.02	12,168.99	38.91	-16.50	38.91	12.00	12.00	0.00
12,200.00	27.29	337.02	12,191.50	48.92	-20.75	48.92	12.00	12.00	0.00
12,225.00	30.29	337.02	12,213.41	60.00	-25.45	60.00	12.00	12.00	0.00
12,250.00	33.29	337.02	12,234.66	72.12	-30.59	72.12	12.00	12.00	0.00
12,275.00	36.29	337.02	12,255.19	85.25	-36.16	85.25	12.00	12.00	0.00
12,300.00	39.29	337.02	12,274.94	99.35	-42.14	99.35	12.00	12.00	0.00
12,325.00	42.29	337.02	12,293.87	114.39	-48.51	114.39	12.00	12.00	0.00
12,350.00	45.29	337.02	12,311.91	130.31	-55.27	130.31	12.00	12.00	0.00
12,375.00	48.29	337.02	12,329.03	147.09	-62.38	147.09	12.00	12.00	0.00
12,400.00	51.29	337.02	12,345.17	164.66	-69.83	164.66	12.00	12.00	0.00

LEAM Drilling Systems LLC

Planning Report

Database:	EDM 5000.1 Single User Db	Local Co-ordinate Reference:	Well 1H
Company:	DEVON ENERGY	TVD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Project:	Lea County, NM (NAD-83)	MD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Site:	Salado Draw "6" Fed	North Reference:	Grid
Well:	1H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OH		
Design:	Plan #1a		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
12,425.00	54.29	337.02	12,360.28	182.99	-77.61	182.99	12.00	12.00	0.00
12,434.94	55.48	337.02	12,366.00	190.47	-80.78	190.47	12.00	12.00	0.00
Top Lwr 3rd Bone Spring Sand									
12,450.00	57.29	337.02	12,374.34	202.02	-85.68	202.02	12.00	12.00	0.00
12,475.00	60.29	337.02	12,387.29	221.70	-94.02	221.70	12.00	12.00	0.00
12,500.00	63.29	337.02	12,399.11	241.98	-102.62	241.98	12.00	12.00	0.00
12,525.00	66.29	337.02	12,409.76	262.80	-111.45	262.80	12.00	12.00	0.00
12,550.00	69.29	337.02	12,419.21	284.11	-120.49	284.11	12.00	12.00	0.00
12,575.00	72.29	337.02	12,427.43	305.84	-129.71	305.84	12.00	12.00	0.00
12,600.00	75.29	337.02	12,434.41	327.93	-139.08	327.93	12.00	12.00	0.00
12,625.00	78.29	337.02	12,440.12	350.34	-148.58	350.34	12.00	12.00	0.00
12,650.00	81.29	337.02	12,444.56	372.99	-158.19	372.99	12.00	12.00	0.00
12,675.00	84.29	337.02	12,447.69	395.82	-167.87	395.82	12.00	12.00	0.00
12,700.00	87.29	337.02	12,449.53	418.77	-177.60	418.77	12.00	12.00	0.00
12,714.60	89.04	337.02	12,450.00	432.20	-183.30	432.20	12.00	12.00	0.00
EOC: Start DLS 2.00 TFO 90.19									
12,800.00	89.03	338.73	12,451.43	511.30	-215.46	511.30	2.00	-0.01	2.00
12,900.00	89.03	340.73	12,453.12	605.09	-250.10	605.09	2.00	-0.01	2.00
13,000.00	89.03	342.73	12,454.82	700.02	-281.45	700.02	2.00	0.00	2.00
13,100.00	89.02	344.73	12,456.52	796.00	-309.47	796.00	2.00	0.00	2.00
13,200.00	89.02	346.73	12,458.23	892.89	-334.12	892.89	2.00	0.00	2.00
13,300.00	89.02	348.73	12,459.94	990.59	-355.37	990.59	2.00	0.00	2.00
13,400.00	89.02	350.73	12,461.65	1,088.97	-373.20	1,088.97	2.00	0.00	2.00
13,500.00	89.02	352.73	12,463.35	1,187.91	-387.58	1,187.91	2.00	0.00	2.00
13,600.00	89.03	354.73	12,465.05	1,287.29	-398.51	1,287.29	2.00	0.00	2.00
13,700.00	89.03	356.73	12,466.75	1,386.99	-405.95	1,386.99	2.00	0.00	2.00
13,800.00	89.04	358.73	12,468.44	1,486.89	-409.91	1,486.89	2.00	0.01	2.00
13,863.54	89.04	360.00	12,469.50	1,550.42	-410.62	1,550.42	2.00	0.01	2.00
EOT: Start 3196.07 hold at 13863.54 MD									
13,900.00	89.04	360.00	12,470.11	1,586.87	-410.62	1,586.87	0.00	0.00	0.00
14,000.00	89.04	360.00	12,471.79	1,686.86	-410.62	1,686.86	0.00	0.00	0.00
14,100.00	89.04	360.00	12,473.46	1,786.85	-410.62	1,786.85	0.00	0.00	0.00
14,200.00	89.04	360.00	12,475.13	1,886.83	-410.62	1,886.83	0.00	0.00	0.00
14,300.00	89.04	360.00	12,476.81	1,986.82	-410.62	1,986.82	0.00	0.00	0.00
14,400.00	89.04	360.00	12,478.48	2,086.80	-410.62	2,086.80	0.00	0.00	0.00
14,500.00	89.04	360.00	12,480.15	2,186.79	-410.62	2,186.79	0.00	0.00	0.00
14,600.00	89.04	360.00	12,481.83	2,286.78	-410.62	2,286.78	0.00	0.00	0.00
14,700.00	89.04	360.00	12,483.50	2,386.76	-410.62	2,386.76	0.00	0.00	0.00
14,800.00	89.04	360.00	12,485.18	2,486.75	-410.62	2,486.75	0.00	0.00	0.00
14,900.00	89.04	360.00	12,486.85	2,586.73	-410.62	2,586.73	0.00	0.00	0.00
15,000.00	89.04	360.00	12,488.52	2,686.72	-410.62	2,686.72	0.00	0.00	0.00
15,100.00	89.04	360.00	12,490.20	2,786.71	-410.62	2,786.71	0.00	0.00	0.00
15,200.00	89.04	360.00	12,491.87	2,886.69	-410.62	2,886.69	0.00	0.00	0.00
15,300.00	89.04	360.00	12,493.55	2,986.68	-410.62	2,986.68	0.00	0.00	0.00
15,400.00	89.04	360.00	12,495.22	3,086.66	-410.62	3,086.66	0.00	0.00	0.00
15,500.00	89.04	360.00	12,496.89	3,186.65	-410.62	3,186.65	0.00	0.00	0.00
15,600.00	89.04	360.00	12,498.57	3,286.64	-410.62	3,286.64	0.00	0.00	0.00
15,700.00	89.04	360.00	12,500.24	3,386.62	-410.62	3,386.62	0.00	0.00	0.00
15,800.00	89.04	360.00	12,501.92	3,486.61	-410.62	3,486.61	0.00	0.00	0.00
15,900.00	89.04	360.00	12,503.59	3,586.59	-410.62	3,586.59	0.00	0.00	0.00
16,000.00	89.04	360.00	12,505.26	3,686.58	-410.62	3,686.58	0.00	0.00	0.00
16,100.00	89.04	360.00	12,506.94	3,786.57	-410.62	3,786.57	0.00	0.00	0.00

LEAM Drilling Systems LLC

Planning Report

Database:	EDM 5000.1 Single User Db	Local Co-ordinate Reference:	Well 1H.
Company:	DEVON ENERGY	TVD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Project:	Lea County, NM (NAD-83)	MD Reference:	GE 3320' + KB 28' @ 3348.00usft (Cactus 105)
Site:	Salado Draw "6" Fed	North Reference:	Grid
Well:	1H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OH		
Design:	Plan #1a		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
16,200.00	89.04	360.00	12,508.61	3,886.55	-410.62	3,886.55	0.00	0.00	0.00
16,300.00	89.04	360.00	12,510.29	3,986.54	-410.62	3,986.54	0.00	0.00	0.00
16,400.00	89.04	360.00	12,511.96	4,086.52	-410.62	4,086.52	0.00	0.00	0.00
16,500.00	89.04	360.00	12,513.63	4,186.51	-410.62	4,186.51	0.00	0.00	0.00
16,600.00	89.04	360.00	12,515.31	4,286.50	-410.62	4,286.50	0.00	0.00	0.00
16,700.00	89.04	360.00	12,516.98	4,386.48	-410.62	4,386.48	0.00	0.00	0.00
16,800.00	89.04	360.00	12,518.65	4,486.47	-410.62	4,486.47	0.00	0.00	0.00
16,900.00	89.04	360.00	12,520.33	4,586.45	-410.62	4,586.45	0.00	0.00	0.00
17,000.00	89.04	360.00	12,522.00	4,686.44	-410.62	4,686.44	0.00	0.00	0.00
17,059.60	89.04	360.00	12,523.00	4,746.03	-410.62	4,746.03	0.00	0.00	0.00
TD at 17059.60' MD									

Design Targets

Target Name	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
- hit/miss target									
- Shape									
SHL(SD-6-F)	0.00	0.00	0.00	0.00	0.00	388,627.36	794,924.04	32° 3' 56.781 N	103° 30' 52.949 W
- plan hits target center									
- Point									
PBHL(SD-6-F)	0.00	0.01	12,523.00	4,746.03	-410.62	393,373.39	794,513.42	32° 4' 43.775 N	103° 30' 57.303 W
- plan hits target center									
- Point									

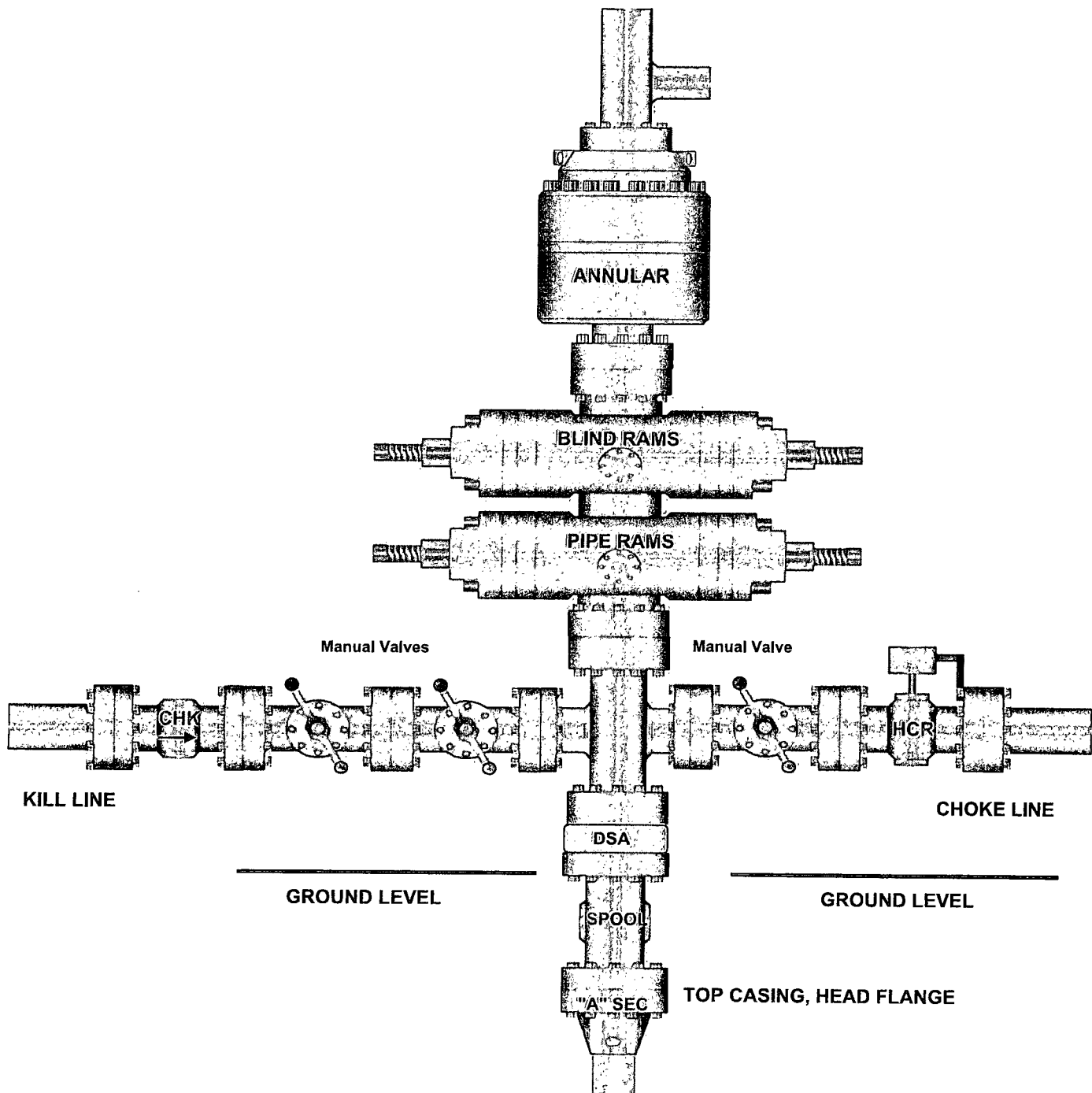
Formations

Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)
900.00	900.00	Rustler		0.00	
1,250.00	1,250.00	Top Salt		0.00	
5,070.00	5,070.00	Base Salt		0.00	
5,220.00	5,220.00	Deleware		0.00	
9,260.00	9,260.00	Bone Springs		0.00	
10,360.00	10,360.00	1st Bone Spring Sand		0.00	
11,030.00	11,030.00	2nd Bone Spring Sand		0.00	
12,019.07	12,019.00	Top 3rd Bone Spring Sand		0.00	
12,434.94	12,366.00	Top Lwr 3rd Bone Spring Sand		0.00	

Plan Annotations

Measured Depth (usft)	Vertical Depth (usft)	Local Coordinates		Comment
		+N/-S (usft)	+E/-W (usft)	
11,972.60	11,972.60	0.00	0.00	KOP: Start Build 12.00
12,714.60	12,450.00	432.20	-183.30	EOC: Start DLS 2.00 TFO 90.19
13,863.54	12,469.50	1,550.42	-410.62	EOT: Start 3196.07 hold at 13863.54 MD
17,059.60	12,523.00	4,746.03	-410.62	TD at 17059.60' MD

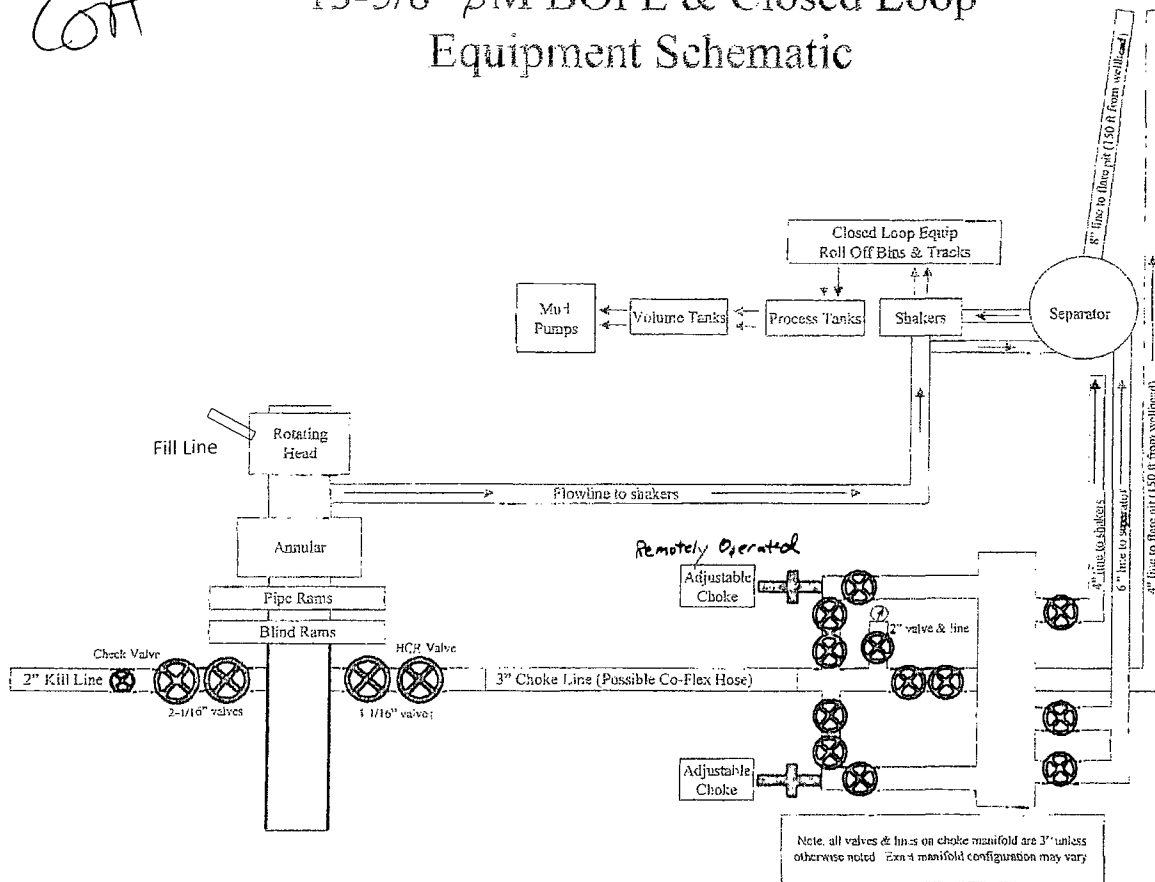
13-5/8" x 5,000 psi BOP Stack



END OF FILE

See
COA

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



NOTES REGARDING BLOWOUT PREVENTERS

Devon Energy Production Company, LP
Salado Draw 6 Fed 1H

Surface Location: 200' FSL & 875' FWL, Lot 4, Sec 6 T26S R34E, Lea, NM
Bottom Hole Location: 330' FNL & 500' FWL, Lot 1, Sec 6 T26S R34E, Lea, NM

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 preventer and all associated fittings will be in operable condition to withstand a minimum 5000 psi working pressure.
4. All fittings will be flanged.
5. A full bore safety valve tested to a minimum 5000 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 preventer 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.

END OF LOG



Fluid Technology

ContiTech Beattie Corp.
Website: www.contitechbeattie.com

Monday, June 14, 2010

RE: Drilling & Production Hoses
Lifting & Safety Equipment

To Helmerich & Payne,

A Continental ContiTech hose assembly can perform as intended and suitable for the application regardless of whether the hose is secured or unsecured in its configuration. As a manufacturer of High Pressure Hose Assemblies for use in Drilling & Production, we do offer the corresponding lifting and safety equipment, this has the added benefit of easing the lifting and handling of each hose assembly whilst affording hose longevity by ensuring correct handling methods and procedures as well as securing the hose in the unlikely event of a failure; but in no way does the lifting and safety equipment affect the performance of the hoses providing the hoses have been handled and installed correctly. It is good practice to use lifting & safety equipment but not mandatory.

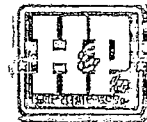
Should you have any questions or require any additional information/clarifications then please do not hesitate to contact us.

ContiTech Beattie is part of the Continental AG Corporation and can offer the full support resources associated with a global organization.

Best regards,

Robin Hodgson
Sales Manager
ContiTech Beattie Corp

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