Form 3160-5 (August 2007)		UNITED STATE: PARTMENT OF THE I	NTERIOR		OCD Hobbs	OMB N	APPROVED IO. 1004-0135 : July 31, 2010	
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON W				VELLS		5. Lease Serial No. NMNM121489		
Do n	not use thi	s form for proposals to I. Use form 3160-3 (AP	drill or to	re-enter an	NUV A W A	6. If Indian, Allottee of	or Tribe Name	
SUBN	AIT IN TRI	PLICATE - Other instruc	tions on r	everse side.	REEN	7. If Unit or CA/Agre	ement, Name and/or No.	
1. Type of Well	Well 🔲 Oth	er				8. Well Name and No. HOGNOSE VIPE		
2. Name of Operator DEVON ENERGY F	RODUCT	Contact: ON CO.EFMail: david.cook	DAVID H C @dvn.com	ÖOK		9. API Well No. 30-025-41975	<u> </u>	
3a. Address 333 W. SHERIDAN OKLAHOMA CITY,		-5010	3b. Phone I Ph: 405-	No. (include area 552-7848	code)	10. Field and Pool, or BELL LAKE;BO	Exploratory NE SPRING, N	
4. Location of Well (Foo	otage, Sec., T.	, R., M., or Survey Description)			11. County or Parish, and State		
Sec 23 T23S R33E	SWSW 20	OFSL 850FWL 🦯				LEA COUNTY, NM		
12. CHE	CK APPR	OPRIATE BOX(ES) TO	INDICAT	E NATURE (OF NOTICE, F	REPORT, OR OTHE	R DATA	
TYPE OF SUBMISS	SION			TYP	E OF ACTION			
Notice of Intent		Acidize	De	eepen	🗖 Produc	ction (Start/Resume)	□ Water Shut-Off	
□ Subsequent Report	ľ	Alter Casing		acture Treat	🗖 Reclar		Well Integrity	
	. N. du	Casing Repair	—	ew Construction	—	-	🛛 Other 🏑 Change to Original A	
Final Abandonment	I Nouce	Change Plans Convert to Injection		ug and Abandoı ug Back	n 🔲 Tempo 🗖 Water	prarily Abandon Disposal	PD	
- Change intermedia - Use multi-bowl wel Please see the attac	te casing s lhead asse hed revise	pany, L.P. respectfully re tring to a "mixed" grade mbly. d Drill Plan and FMC Uni 5 SAU SAN 1 WISH TO R	casing strin	g. matics.				
14. I hereby certify that the	foregoing is t	$1 \omega_{1,3} (1 0 1)$		<u> </u>			<u>asurvay</u> .	
		Electronic Submission #2 For DEVON ENER Committed to AFMSS for	gy produc	TION CO.LP.	sent to the Hob	bs	· · ·	
Name(Printed/Typed) DAVID H COOK Title REGULATORY SPECIALIST								
Signature (Electronic Su	bmission)		Date 10/2	9/2014	וחחחח		
		THIS SPACE FO	R FEDER	AL OR STA		SE ATTINUT		
Approved By				Title		MOV 5	2011	
	legal or equit	Approval of this notice does nable title to those rights in the toperations thereon.		Office	4	RUFFAU OF LAND	ANACEMENT OLO	
		S.C. Section 1212, make it a catements or representations as t				<u>ake to any department or a</u>	agency-of-the_United	
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DRILLING PROGRAM

Devon Energy Production Company, L.P. Hognose Viper 23 Fed 1H

1. Geologic Name of Surface Formation: Quaternary

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

a.	Fresh Water	400'	
b.	Rustler	1290'	Barren
c.	Top of Salt	1770'	Barren
d.	Base of Salt	5090'	Barren
e.	Delaware	5190'	Oil / Gas
f.	Cherry Canyon	6060'	Oil / Gas
g.	Brushy Canyon	7640'	Oil / Gas
h.	Bone Spring Lime	9070'	Oil / Gas
i.	1 st Bone Spring SS	10065′	Oil / Gas
j. _.	2 nd Bone Spring SS	10800'	Oil / Gas
	Total Depth	11,150' TVD	15,892' MD

3. Pressure Control Equipment:

Devon proposes using a multi-bowl wellhead assembly (FMC Uni-head). 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 FMC's representatives.
- If the welding is performed by a third party, the FMC's representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- FMC representative will install the test plug for the initial BOP test.
- FMC 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 70% of burst 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 FMC Uni-head 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 FMC Uni-head.

The pipe rams will be operated and checked as per Onshore Order 2. 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). The line will be kept as straight as possible with minimal turns.

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.

4. Casing Program:

Hole Size	Hole Interval	Casing OD	Casing Interval	Weight (lb/ft)	Collar	Grade	Collapse Design Factor	Burst Design Factor	Tension Design Factor
17-1/2"	0-1440'	13-3/8"	0 - 1440'	48	STC	H-40	1.25	2.81	8.57
12-1/4"	1440 - 5190′	9.625	0 - 4300'	40	BTC	J-55	1.15	3.43	4.69
12-1/4"		9.625	4300 – 5190'	40	втс	HCK-55	1.57	4.63	6.07
8-3/4"	5190-15892'	5-1/2"	0-15892'	17	втс	P-110	1.54	1.91	3.00

Casing Notes:

• All casing is new and API approved

Maximum Lateral TVD: 11,150'

5. Proposed mud Circulations System:

Depth	Mud Weight	Viscosity	Fluid Loss	Type System
0-1440'	8.4-9.0	30-34	N/C	FW
1440-5190'	9.8-10.0	28-32	N/C	Brine
5190-16069'	8.6-9.6	28-32	N/C	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.

6. Cementing Table:

String	Number of sx	Weight Ibs/gal	Water Volume g/sx	Yield cf/sx	Stage; Lead/Tail	Slurry Description	
13-3/8"	660	13.5	9.07	1.72	Lead	Class C Cement + 0.125 lbs/sack Poly-E-Flake + 4% bwoc Bentonite + 70.8% Fresh Water	
Surface	560	14.8	6.32	1.33	Tail	Class C Cement + 63.5% Fresh Water	
9-5/8" Intermediate	1120	12.9	9.81	1.85	Lead	(65:35) Class C Cement: Poz (Fly Ash): 6% BWOC Bentonite + 5% BWOW Sodium Chloride + 0.125 Ibs/sack Poly-E-Flake + 70.9 % Fresh Water	
	430	14.8	6.32	1.33	Tail	Class C Cement + 63.5% Fresh Water	
	596	11.9	12.89	2.26	Lead	(50:50) Class H Cement: Poz (Fly Ash) + 10% BWOC Bentonite + 1 lb/sk of Kol-Seal + 0.3% BWOC HR-601 + 0.5lb/sk D-Air 5000 + 76.4% Fresh Water	
5-1/2" Production Casing	330	12.5	10.86	1.96	Lead	(65:35) Class H Cement: Poz (Fly Ash) + 6% BWOC Bentonite + 0.25% BWOC HR-601 + 0.125 lbs/sack Poly- E-Flake + 74.1 % Fresh Water	
	1300	14.5	5.38	1.22	Tail	(50:50) Class H Cement: Poz (Fly Ash) + 1 lb/sk Sodium Chloride + 0.5% bwoc HALAD-344 + 0.4% bwoc CFR-3 + 0.2% bwoc HR-601 + 2% bwoc Bentonite + 58.8% Fresh Water	

Estimated TOC for all Strings:

Surface	@	0'
Intermediate	@	0′
Production	@	4990'

Notes:

- Cement volumes Surface 100%, Intermediate 75%, Pilot Hole Plug Back 10% and Production based on at least 25% excess
- Actual cement volumes will be adjusted based on fluid caliper and caliper log data

7. 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. Resistivity and porosity logs are planned below the intermediate casing point. State logs run will be named in the Completion Report and submitted to the BLM.
- d. No coring program is planned
- e. 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.

8. Potential Hazards:

- a. No abnormal pressures or temperatures are expected. There is no known presence of H2S in this area, and none is anticipated to be encountered. 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 being used to drill this well. Estimated BHP: 5000 psi, and estimated BHT: 165 degrees.
- b. 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.

9. 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 20 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.



