Form 3160-5
(June 2015)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS

HOBBS OCD

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

FEB 18 2019

SUBMIT IN TRIPLICATE - Other instructions on page 2

RECEIVED

5. Lease Serial No.
NMNM94186

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.
THISTLE UNIT 153H

2. Name of Operator
DEVON ENERGY PRODUCTION COM LP
Contact: REBECCA DEAL
E-Mail: Rebecca.Deal@dvn.com

9. API Well No.
30-025-43589-00-X1

3a. Address
P O BOX 250
ARTESIA, NM 88201

3b. Phone No. (include area code)
Ph: 405-228-8429

10. Field and Pool or Exploratory Area
BRINNINSTOOL

4. Location of Well *(Footage, Sec., T., R., M., or Survey Description)*
Sec 33 T23S R33E SWSW 340FSL 1200FWL
32.254929 N Lat, 103.581665 W Lon

11. County or Parish, State
LEA COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Change to Original APD
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ 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 recomplete 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must 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. respectfully requests the following correction to previously approved sundry for the Thistle Unit 153H, EC transmission ID 450708:

The ?Casing Program (Alternate Design)? section in attached drilling plan should state 9.625? instead of 9.875?. Attached corrected document states:

? Option to drill change intermediate 1 hole size to 9.875, (8.625? connection will change from BTC to TLW)

Carlsbad Field Office
OCD Hobbs

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #454132 verified by the BLM Well Information System
For DEVON ENERGY PRODUCTION COM LP, sent to the Hobbs
Committed to AFMSS for processing by MUSTAFA HAQUE on 02/11/2019 (19MH0044SE)

Name *(Printed/Typed)* REBECCA DEAL — Title REGULATORY COMPLIANCE PROFESSI

Signature (Electronic Submission) — Date 02/11/2019

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By LONG VO — Title PETROLEUM ENGINEER — Date 02/12/2019

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.

(Instructions on page 2)

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

KZ

Thistle Unit 153H

1. Geologic Formations

TVD of target	12530	Pilot hole depth	N/A
MD at TD:	22803	Deepest expected fresh water:	

Basin

Formation	Depth (TVD) from KB	Water/Mineral Bearing/ Target Zone?	Hazards*
Rustler	1225		
Salado	1735		
B/Salt	5150		
Delaware	5240		
Bone Spring	9150		
2BSSS	10920		
3rd BSPG Sand	11955		
WFMP	12325		

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

2. Casing Program (Primary Design)

Hole Size	Casing Interval		Csg. Size	Wt (PPF)	Grade	Conn	Min SF Collapse	Min SF Burst	Min SF Tension
	From	To							
14.75"	0	1250	10.75"	40.5	J-55	STC	1.125	1.25	1.6
9.875"	0	11980 TVD	7.625"	29.7	P110	BTC	1.125	1.25	1.6
6.75"	0	TD	5.5"	20	P110	Vam SG	1.125	1.25	1.6
				BLM Minimum Safety Factor			1.125	1.00	1.6 Dry 1.8 Wet

- All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h Must have table for contingency casing
- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed.
- Int casing shoe will be selected based on drilling data / gamma, setting depth with be revised accordingly if needed.
- A variance is requested to wave the centralizer requirement for the Intermediate casing and production casing.

Casing Program (Alternate Design)

Hole Size	Casing Interval		Csg. Size	Wt. (PPF)	Grade	Conn	Min SF Collapse	Min SF Burst	Min SF Tension
	From	To							
17.5"	0	Same as above	13.375"	48	H-40	STC	1.125	1.25	1.6
10.625"	0	Same as above	8.625"	32	P110EC	BTC	1.125	1.25	1.6
7.875"	0	TD	5.5"	17	P110	BTC	1.125	1.25	1.6
				BLM Minimum Safety Factor			1.125	1.00	1.6 Dry 1.8 Wet

- All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h Must have table for contingency casing
- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed.
- Int 1 casing shoe will be selected based on drilling data / gamma, setting depth with be revised accordingly if needed.
- Option to drill change intermediate 1 hole size to 9.875" (8.625" connection will change from BTC to TLW)
- Option to run 8.625" TLW connection for intermediate 1
- A variance is requested to wave the centralizer requirement for the Intermediate casing and production casing.
- Variance is requested for collapse rating on intermediate casing. Operator will keep pipe full while running casing. No losses are expected in subsequent hole section.

	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 (Primary Design)

Casing	# Sks	TOC	Wt. (lb/gal)	Yld (ft3/sack)	Slurry Description
Surface	801	Surf	13.2	1.33	Lead: Class C Cement + additives
Int 1	1166	Surf	9	3.31	Lead: Class C Cement + additives
	847	4000' above shoe	13.2	1.33	Tail: Class H / C + additives
Int 1 Two Stage w DV @ ~4500	580	Surf	9	3.31	1st stage Lead: Class C Cement + additives
	55	500' above shoe	13.2	1.33	1st stage Tail: Class H / C + additives
	600	Surf	9	3.31	2st stage Lead: Class C Cement + additives
	55	500' above DV	13.2	1.33	2st stage Tail: Class H / C + additives
Int 1 Intermediate Squeeze	As Needed	Surf	13.2	1.33	Squeeze Lead: Class C Cement + additives
	1166	Surf	9	3.31	Lead: Class C Cement + additives
	847	4000' above shoe	13.2	1.33	Tail: Class H / C + additives
Production	790	500' tieback	13.2	1.33	Lead: Class H / C + additives

If a DV tool is ran the depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. Slurry weights will be adjusted based on estimated fracture gradient of the formation. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. If cement is not returned to surface during the primary cement job on the surface casing string, a planned top job will be conducted immediately after completion of the primary job.

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

Cementing Program (Alternate Design)

Casing	# Sks	TOC	Wt. (lb/gal)	Yld (ft3/sack)	Slurry Description
Surface	1020	Surf	13.2	1.33	Lead: Class C Cement + additives
Int 1	1305	Surf	9	3.31	Lead: Class C Cement + additives
	831	4000' above shoe	13.2	1.33	Tail: Class H / C + additives
Int 1 Two Stage w DV @ ~4500	650	Surf	9	3.31	1st stage Lead: Class C Cement + additives
	55	500' above shoe	13.2	1.33	1st stage Tail: Class H / C + additives
	670	Surf	9	3.31	2st stage Lead: Class C Cement + additives
	55	500' above DV	13.2	1.33	2st stage Tail: Class H / C + additives
Int 1 Intermediate Squeeze	As Needed	Surf	13.2	1.33	Squeeze Lead: Class C Cement + additives
	1305	Surf	9	3.31	Lead: Class C Cement + additives
	831	4000' above shoe	13.2	1.33	Tail: Class H / C + additives
Production	1436	500' tieback	13.2	1.33	Lead: Class H / C + additives

If a DV tool is ran the depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. Slurry weights will be adjusted based on estimated fracture gradient of the formation. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. If cement is not returned to surface during the primary cement job on the surface casing string, a planned top job will be conducted immediately after completion of the primary job.

Casing String	% Excess
Surface	50%
Intermediate 1	30%
Intermediate 1 (Two Stage)	25%
Prod	10%

4. Pressure Control Equipment (Three String Design)

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Type	✓	Tested to:
Int 1	13-5/8"	5M	Annular	X	50% of rated working pressure
			Blind Ram	X	5M
			Pipe Ram		
			Double Ram	X	
			Other*		
Production	13-5/8"	10M	Annular (5M)	X	100% of rated working pressure
			Blind Ram	X	10M
			Pipe Ram		
			Double Ram	X	
			Other *		
			Annular		
			Blind Ram		
			Pipe Ram		
			Double Ram		
			Other *		
N	A variance is requested for the use of a diverter on the surface casing. See attached for schematic.				

5. Mud Program (3 String Design)

Section	Type	Weight (ppg)	Vis	Water Loss
Surface	FW Gel	8.5 - 9	28-34	N/C
Intermediate	DBE / Cut Brine	9 - 10	28-34	N/C
Production	OBM	10-10.5	28-34	N/C

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	6841 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? Potentially

1. If operator elects, 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 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? Potentially

1. Spudder rig will move in and drill surface hole.
    a. Rig will utilize fresh water based mud to drill 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 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