District I 1625 N. French Dr., Hobbs, NM 88240					State of New Mexico Energy Minerals and Natural Resource				141570	Form C-101 May 27, 2004	
<u>District II</u> 1301 W. Grand Avenue, Artesia, NM 88210					Oil Conservation Division						
District III 1000 Rio Bra	izos Road Az	tec NM 87	410			ervation Di		DET 2200		Shale District Office	
1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u>					1220 Sou		RECEIVED OCD - ARTE		MENDED REPORT		
1220 S. St. Francis Dr., Santa Fe, NM 87505					Santa Fe, NM 87505						
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, CR ADD A ZONE Operator Name and Address Devon Energy Production Company, LP											
-								6137,2385	API Number		
Devon Energy Production 20 North Broadway, Oklahoma City,					y, Oklahoma 73102-8260 Property Name			30-15-34718 * Well No.			
³ Property Code 35536					KAISER		10				
⁹ Proposed Pool 1					KAISEK		¹⁰ Proposed Pool 2				
Red La	le; Qn	1- GB-	San Andres		7						
·					⁷ Surface						
		Township 18S	Range Lot 27E H				outh line RTH	Feet from the 390	East/West line East	County EDDY	
				L	L	ation If Different From Surface					
UL or lot no.			Lot Idn Feet from the			th/South line Feet from the		East/West line	County		
Additional Well Information											
¹¹ Work	Type Code P		¹² Well Type Cod O	le	¹³ Cable F		1,	⁴ Lease Type Code P	¹⁵ Gro	¹⁵ Ground Level Elevation 3306' GL	
¹⁶ Multiple ¹⁷ Proposed D 3500'			¹⁷ Proposed Dept 3500'	h	¹⁸ Forr Ye	nation 250		¹⁹ Contractor		²⁰ Spud Date	
Depth to Groundwater Distan					stance from nearest fresh water well			Distance from nearest surface water			
Pit: Liner: Syntheticmils thick Clay Pit Volume:bbls Drilling Method:											
Closed-Loop System											
²¹ Proposed Casing and Cement Program											
Hole Size		Casi	Casing Size		g weight/foot	Setting De	Setting Depth		ment	Estimated TOC	
17 1/2:			<u>13 3/8</u> :		48#	180'		275		0	
<u> </u>			<u>8 5/8"</u> 5 ½"			<u> </u>		<u> </u>		00	
·····					<u></u>			914		Q	
22 Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.											
Devon Energy Production Company, L.P. requests approval to re-complete to the San Andres as follows: 1. MIRU PU. TOH with rods and pump. ND tree, NU BOP. TOH with tubing. 2. Pick up RBP and RIH on tubing. Set RBP at +/- 2850'. TOH with tubing.											
 Fick up KB1 and KIT on tubing. Set KBP at 4/22830. FOH with tubing. Pick up bailer and RIH on tubing. Dump 10' sand on top of RBP. TOH with tubing. MIRU pump truck. Pressure test RBP and casing to 4000 psi RIH with 3 1/8" casing gun and perforate the San Andres w/ 40 holes from 1800'-2500'. TOH with wireline, RDMO same. 											
6. MIRU. Acidize & frac San Andres perfs.											
 7. Open well up and flow back frac load until well dies. 8. RIH with SN, with nothing below it. Set SN +/-15' below bottom perf. 											
9. RIH with pump and rods. Hang well on and put well to test to battery.											
²³ I hereby certify that the information given above is true and complete to the						OIL CONSERVATION DIVISION					
best of my knowledge and belief. I further certify that the drilling p constructed according to NMOCD guidelines , a general permit an (attached) alternative OCD-approved plan .						Approved by:					
Printed name: Norvella Adams						BRYAN G. ARRANT Title: DISTRICT II GEOLOGIST					
Title: Sr. Staff Eng. Tech.						Approval Date: OCT 1 1 2006 Expiration Dat OCT 1 1 2007					
E-mail Address: norvella.adams@dvn.com											
Date: October 9, 2006 Phone: 405-552-8198						Conditions of Approval Attached					

DISTRICT J 1625 N. French Dr., Hobbs, NM 68240 DISTRICT II 811 South Piret, Artesia, NM 88210

State of New Mexico Energy, Minerals and Natural Resources Department

2040 South Pacheco

Santa Fe, New Mexico 87504-2088

Form C-102 Revised March 17, 1999

OIL CONSERVATION DIVISION

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

Certificate No. Gary L. Jones

BASIN SURVEYS

7977

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 57410

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 57505

LOT 4 - 40.21 AC.

C AMENDED REPORT WELL LOCATION AND ACREAGE DEDICATION PLAT Pool Code API Number Pool Name 30-015-34718 51300 Red Lake; Queen-Grayburg San Andres Property Code Property Name Well Number 35536 KAISER 10 18H OGRID No. Operator Name Elevation 6137 DEVON ENERGY PRODUCTION CO., L.P. 3306' Surface Location UL or lot No. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 1650 NORTH 390 EAST EDDY Н 18 18 S 27 E Bottom Hole Location If Different From Surface Lot Idn Feet from the North/South line UL or lot No. Section Township Range Feet from the East/West line County Dedicated Acres Joint or Infill Consolidation Code Order No. 40 NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION OPERATOR CERTIFICATION hereby certify the the information d herein is true and complete to the est of my knowledge and belief. 650 LOT 1 - 40.89 AC. Signature <u>/ 3306.2</u> RIDGE Norvella Adams Printed Name 390' Sr. Staff Eng. Tech. October 09, 2006 3308.0 RIDGE Date Lat - N32'45'01.9" /Long - W104°18'37.8 SURVEYOR CERTIFICATION LOT 2 - 40.86 AC. I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. FEBRUARY 15, 2006 Date Surveyed LOT 3 - 40.84 AC. Signature & Seal of Professional Surveyor Q W)d No. 6238