FORM APPROVED

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Form 3160-3

OMB No. 1004-0137 Expires March 31, 2007 (April 2004) UNITED STATES Lease Serial No. DEPARTMENT OF THE INTERIOR NM-04591 116161 BUREAU OF LAND MANAGEMENT If Indian, Allotee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER 7. If Unit or CA Agreement, Name and No. **✓** DRILL la. Type of work: REENTER 8. Lease Name and Well No New Mexico Federal 4 ✓ Single Zone Multiple Zone lb. Type of Well ✓ Oil Well Gas Well 9. API Well No. Name of Operator **Devon Energy Production Company, LP** 3b. Phone No. (inch 3a. Address 20 North Broadway Bone Spring 405-552-8198 Oklahoma City, Oklahoma City 73102-8260 11. Sec., T. R. M. or Blk. and Survey or Area Location of Well (Report location clearly and in accordance with any State requirements.*) 620 FSL & 790 FEL, Unit P At surface Sec 24, T18S R33E At proposed prod. zone 620 FSL & 790 FEL, Unit P 12. County or Parish 13. State 14 Distance in miles and direction from nearest town or post office* Lea County NMApproximately 12 miles southeast of Maljamar, NM 17 Spacing Unit dedicated to this well Distance from proposed* 16. No. of acres in lease location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1,114.15 6201 20 BLM/BIA Bond No. on file Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 19. Proposed Depth CO-1104 10,500 230 23. Estimated duration 22. Approximate date work will start* Elevations (Show whether DF, KDB, RT, GL, etc.) 3922' GL 01/01/2010 30 days 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form: 4. Bond to cover the operations unless covered by an existing bond on file (see 1. Well plat certified by a registered surveyor. Item 20 above). 2. A Drilling Plan. 5. Operator certification 3 A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). Such other site specific information and/or plans as may be required by the Date Name (Printed/Typed) Norvella Adams 09/28/2009

Sr. Staff Eng. Tech Approved by (Signature)

ome Printed/Typea

Date APR 0 7 ZU10

Title

FIELD MANAGER

/s/ Don Peterson

/s/ Don Peterson CARLSBAD FIELD OFFICE 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.

*(Instructions on page 2)

Capitan Controlled Water Basin

SEE ATTACHED FOR CONDITIONS OF APPROVAL