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Form 3160-3
(February 2005)

JAN 11 2011
HOBBSOCD

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Split Estate

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. USA NMNM 94186
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator Devon Energy Production Co., LP		7. If Unit or CA Agreement, Name and No.
3a. Address 20 North Broadway OKC, OK 73102	3b. Phone No. (include area code) (405)-236-3511	8. Lease Name and Well No. Thistle Unit #18A
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface NENW 150' FNL & 1470' FWL Unit C At proposed prod. zone SESW 150' FSL & 2490' FWL Unit N		9. API Well No. 30-025-40010
14. Distance in miles and direction from nearest town or post office* Approximately miles southeast of, NM.		10. Field and Pool, or Exploratory Delaware; Brushy Canyon
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 150'		11. Sec., T. R. M. or Blk. and Survey or Area Sec 28 T23S R33E
16. No. of acres in lease 960 ac		12. County or Parish Lea
17. Spacing Unit dedicated to this well 160 acres		13. State NM
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. See attached map		19. Proposed Depth 13,180' TVD 8,974' MD-13,513'
20. BLM/BIA Bond No. on file CO-1104		21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3682' GL
22. Approximate date work will start* 03/01/2011		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. | 4. Bond to cover the operations unless covered by an existing bond on file (see 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 must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the BLM. |

25. Signature <i>Spence Laird</i>	Name (Printed/Typed) Spence Laird	Date 09/30/2010
Title Regulatory Analyst		

Approved by (Signature) /s/ Don Peterson	Name (Printed/Typed) CARLSBAD FIELD OFFICE	Date JAN 7 2011
Title FIELD MANAGER		

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)

NSL-6314

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

KZ 01/13/2011

Carlsbad Controlled Water Basin

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS
AND SPECIAL STIPULATIONS
ATTACHED

RECEIVED**DISTRICT I**

1625 N. French Dr., Hobbs, NM 88240

DISTRICT II

1301 W. Grand Avenue, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

JAN 11 2011

HOBBSO61

CONSERVATION DIVISION1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Form C-102

Revised July 16, 2010

Submit one copy to appropriate
District Office**WELL LOCATION AND ACREAGE DEDICATION PLAT**☐ AMENDED REPORT

API Number 30-025-40010	Pool Code 96193	Pool Name Brinnstool	DELAWARE: BRUSHY CANYON
Property Code 30884	Property Name THISTLE UNIT		Well Number 18H
OGRID No. 6137	Operator Name DEVON ENERGY PRODUCTION COMPANY, L.P.		Elevation 3682'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	28	23 S	33 E		150	NORTH	1470	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	28	23 S	33 E		150	SOUTH	2490	WEST	LEA

Dedicated Acres 160	Joint or Infill	Consolidation Code	Order No. NSL-6314
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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

<p>SURFACE LOCATION Lat - N 32°16'57.17" Long - W 103°34'51.79" NMSPCE- N 467338.216 E 773820.305 (NAD-83)</p> <p>PROPOSED BOTTOM HOLE LOCATION Lat - N 32°16'07.92" Long - W 103°34'39.90" NMSPCE- N 462368.762 E 774876.237 (NAD-83)</p>	OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Signature: <i>Spence Laird</i> Date: <i>10/1/10</i> SPENCE LAIRD Printed Name spence.laird@dmv.com Email Address
	SURVEYOR CERTIFICATION 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. Date Surveyed: <i>SEPTEMBER 3, 2010</i> Signature & Seal of Professional Surveyor: <i>Gary L. Jones</i>
	Certificate No. Gary L. Jones 7977
	BASIN SURVEYS 23343

DRILLING PROGRAM

Devon Energy Production Company, LP

Thistle Unit 18H

Surface Location: 150' FNL & 1470' FWL, Unit C, Sec 28 T23S R33E, Lea, NM

Bottom Location: ~~330'~~ FSL & ~~1980'~~ FWL, Unit N, Sec 28 T23S R33E, Lea, NM

150' 2490' Per Operator 12-28-10 JMW

1. Geologic Name of Surface Formation

a. Permian

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

a. Rustler	1305'	Barren
b. Top Salt	1358'	Barren
c. Base Salt	2158'	Barren
d. Delaware	5167'	Oil/Gas
e. Cherry Canyon	6125'	Oil/Gas
f. Brushy Canyon	7455'	Oil/Gas
g. Top Brushy Pay Sand	8884'	Oil/Gas
h. Landing Pt. in Brushy Canyon	8934'	Oil/Gas

5974' 13810' Per Directional Survey
TVD: ~~9859'~~ MD: ~~14286'~~

Pool Name: Delaware; Brushy Canyon

No other formations are expected to yield oil, gas or fresh water in measurable volumes. The surface fresh water sands will be protected by setting 13 3/8" casing at ~~1280'~~ ^{1420'} and circulating cement back to surface. The fresh water sands will be protected by setting 9 5/8" casing at 5150' and circulating cement to surface. The production intervals will be isolated by setting 5 1/2" casing to total depth and circulating cement above the base of the 9 5/8" casing. All casing is new and API approved.

3. Casing Program: See COA

<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' - 1280' ^{1420'}	13 3/8"	0' - 1280'	54.5#	BTC	K-55
12 1/4"	^{1420'} 1280' - 5150'	9 5/8"	0' - 5150'	40#	BTC	N-80
8 3/4"	5150' - 8200'	5 1/2"	0 - 8200'	17#	LTC	HCP-110
8 3/4"	8200' - 13300'	5 1/2"	8200' - 13300' ^{13610'}	17#	BTC	HCP-110

Design Parameter Factors:

<u>Casing Size</u>	<u>Collapse Design Factor</u>	<u>Burst Design Factor</u>	<u>Tension Design Factor</u>
13 3/8" 54.5# K-55	1.9	4.55	12.6
9 5/8" 40# N-80	1.2	2.2	4.7
5 1/2" 17# HCP-110	1.3	1.8	1.8

DEC 14 2010

4. Cement Program:

13 3/8" Surface **Lead:** 720 sacks (35:65) Poz (Fly Ash):Premium Plus C Cement + 0.125 lbs/sack Cello Flake + 4% bwoc Bentonite + 5% bwow Sodium Chloride + 0.8% bwoc Sodium Metasilicate + 5% bwoc MPA-5 + 101.1% Fresh Water
Yield: 1.96 cf/sack. TOC @ surface.

Tail: 300 sacks Premium Plus C Cement + 2% bwoc Calcium Chloride + 0.125 lbs/sack Cello Flake + 56.3% Fresh Water
Yield: 1.35 cf/sack.

9 5/8" Intermediate **Lead:** 1250 sacks (50:50) Poz (Fly Ash):Premium Plus C Cement + 5% bwow Sodium Chloride + 0.125 lbs/sack Cello Flake + 6% bwoc Bentonite + 107.8% Fresh Water
Yield: 2.24 cf/sack. TOC @ surface.

Tail: 300 sacks (60:40) Poz (Fly Ash):Premium Plus C Cement + 5% bwow Sodium Chloride + 0.125 lbs/sack Cello Flake + 0.4% bwoc Sodium Metasilicate + 4% bwoc MPA-5 + 64.7% Water
Yield: 1.37 cf/sack.

5 1/2" Production 1st Stage

Lead: 430 sacks (50:50) Poz + 0.2% bwoc Sodium Metasilicate + 1.4% bwoc FL-62 + 0.4% bwoc
Yield: 2.01 cf/sack.

Tail

Lead: 1310 sacks (50:50) Poz (Fly Ash):Premium Plus C Cement + 1% bwow Sodium Chloride + 0.125 lbs/sack Cello Flake + 6% bwoc Bentonite + 0.4% bwoc FL-52A + 0.4% bwoc R-3 + 103.1% Fresh Water
Yield: 1.28 cf/sack.

DV TOOL at ~6500.

2nd Stage

Lead: 235 sacks Class C Cement + 0.125 lbs/sack Cello Flake + 3
6% bwoc Bentonite + 0.4% bwoc FL-52A + 99.3% Fresh Water
Yield: 2.88 cf/sk

Tail: 100 sacks (60:40) Poz (Fly Ash):Class H Cement + 1% bwow Sodium Chloride + 0.15%
Yield: 1.34 cf/sk

TOC for All Strings:

Surface:	0'
Intermediate:	0'
Production:	4,500'

See COA

The above cement volumes could be revised pending the caliper measurement from the open hole logs. Actual cement volumes will be adjusted based on fluid caliper and caliper log data.

5. Pressure Control Equipment:

BOP DESIGN: The blow out prevention system will consist of a bag type (hydril) preventer, a double ram preventer stack, and a rotating head. Both the hydril and ram stack will be hydraulically operated. Both BOP systems will be rated at 5000psi. As shown in the attachment, the Surface Casing BOP will be a 3000 psi Hydril annular. It will be tested as a 2000 psi Hydril annular. Prior to drilling out the 9 5/8" intermediate shoe, the ram stack will be nipped up with 4.5" pipe rams installed and will be used in the BOP. The hydril will be tested to 1000psi (high) and 250psi (low). Tests on the 5000psi BOP will be conducted per the BLM Drilling Operations Order #2.

The ram system 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 hydril, other BOP accessories include a kelly cock, floor safety valve, choke lines, and choke manifold rated at 5000 psi WP

6. Proposed Mud Circulation System

See COA

<u>Depth</u>	<u>Mud Wt.</u>	<u>Visc</u>	<u>Fluid Loss</u>	<u>Type System</u>
0' - 1280' 1420'	8.4-9.0	32-34	NC	Fresh Water
1280' 1420' - 5150'	10.0	28-30	NC	Brine
5150' - 13300'	8.8-9.3	28-40	NC	Fresh Water/Brine

The necessary mud products for weight addition and fluid loss control will be on location at all times.

7. Auxiliary Well Control and Monitoring Equipment:

- A Kelly cock will be in the drill string at all times.
- A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor at all times.
- 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:

See COA

- Drill stem tests will be based on geological sample shows.
- 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.
- The open hole electrical logging program will be:
 - Total Depth to Intermediate Casing Dual Laterolog-Micro Laterolog with SP and Gamma Ray. Compensated Neutron - Z Density log with Gamma Ray and Caliper.
 - Total Depth to Surface Compensated Neutron with Gamma Ray
 - No coring program is planned
 - 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. Plans for Surface Reclamation Include Both Final & Interim:

- a. After concluding the drilling and/or completion operations, if the well is found non-commercial, the caliche will be removed from the pad and used for other drilling locations, repair existing roads, repair existing locations, etc. The road will be reclaimed as directed by the BLM. The original top soil will again be returned to the pad and contoured, as close as possible, to the original topography. We will use a closed loop system.
- b. The location and road will be rehabilitated as recommended by the BLM.
- c. If the well is deemed commercially productive, caliche from areas of the pad site not required for operations will be reclaimed. The original top soil will be returned to the area of the drill pad not necessary to operate the well. These unused areas of the drill pad will be contoured, as close as possible, to match the original topography.
- d. All disturbed areas not needed for active support of production operations will undergo interim reclamation. The portions of the cleared well site not needed for operational and safety purposes will be recontoured to a final or intermediate contour that blends with the surrounding topography as much as possible. Topsoil will be respread over areas not needed for all-weather operations.

10. Surface Ownership

- a. The surface is owned by a private surface owner. Devon has settled surface access and has an agreement with the owner. The surface is multiple use with the primary uses of the region for the grazing of livestock and the production of oil and gas.
- b. The proposed road routes and the surface location will be restored as directed by the BLM.

11. Other Information:

- a. The area surrounding the well site is grassland. The topsoil is very sandy in nature. The vegetation is moderately sparse with native prairie grass, sagebush, yucca and miscellaneous weeds. No wildlife was observed but it is likely that deer, rabbits, coyotes, and rodents traverse the area.
- b. There is no permanent or live water in the general proximity of the location.
- c. There are no dwellings within 1 miles of location.
- d. A Cultural Resources Examination will be completed by Southern New Mexico Archaeological Services, Inc. and forwarded to the BLM office in Carlsbad, New Mexico.

13. Bond Coverage:

Bond Coverage is Nationwide; Bond # is CO-1104



Project: Lea Co., New Mexico (Nad 83)
Site: Thistle Unit #18H
Well: Thistle Unit #18H
Wellbore: Lateral #1
Design: Design #3

SECTION DETAILS

Sec	MD	Inc	Azi	TVD	+N-S	+E-W	DLog	TFace	VSec	Target
1	0.00	0.00	0.00	8457.15	0.00	0.00	0.00	0.00	0.00	
2	8457.15	0.00	0.00	8457.15	0.00	0.00	0.00	0.00	0.00	
3	9203.07	89.51	168.00	8934.60	-463.04	96.39	12.00	168.00	471.19	
4	13810.27	89.51	168.00	8974.00	-4969.46	1055.93	0.00	0.00	5056.86	PBHL - TD (TU#18H)

ANNOTATIONS

TVD	MD	Annotation
8361.68	8361.68	KOP - Build 12.0°/100'
8935.06	9256.38	EOC - Hold 1:89.51" @ A:168.00°

WELLBORE TARGET DETAILS (MAP CO-ORDINATES AND LAT/LONG)

Name	TVD	+N-S	+E-W	Northing	Easting	Latitude	Longitude	Shape Point
PBHL - TD (TU#18H)	8974.00	-4969.46	1055.93	462368.76	774876.24	32° 16' 7.919 N	103° 34' 39.899 W	

WELL DETAILS: Thistle Unit #18H

Ground Level
3686.00
WELL @ 3702.00ft (Original Well Elev)

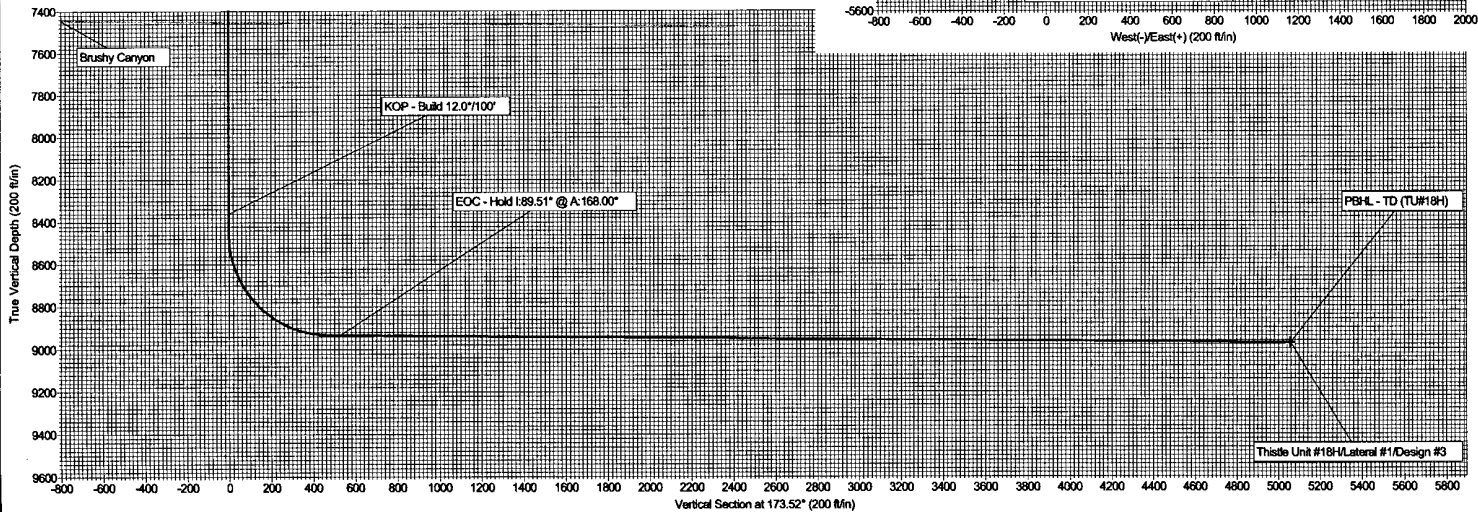
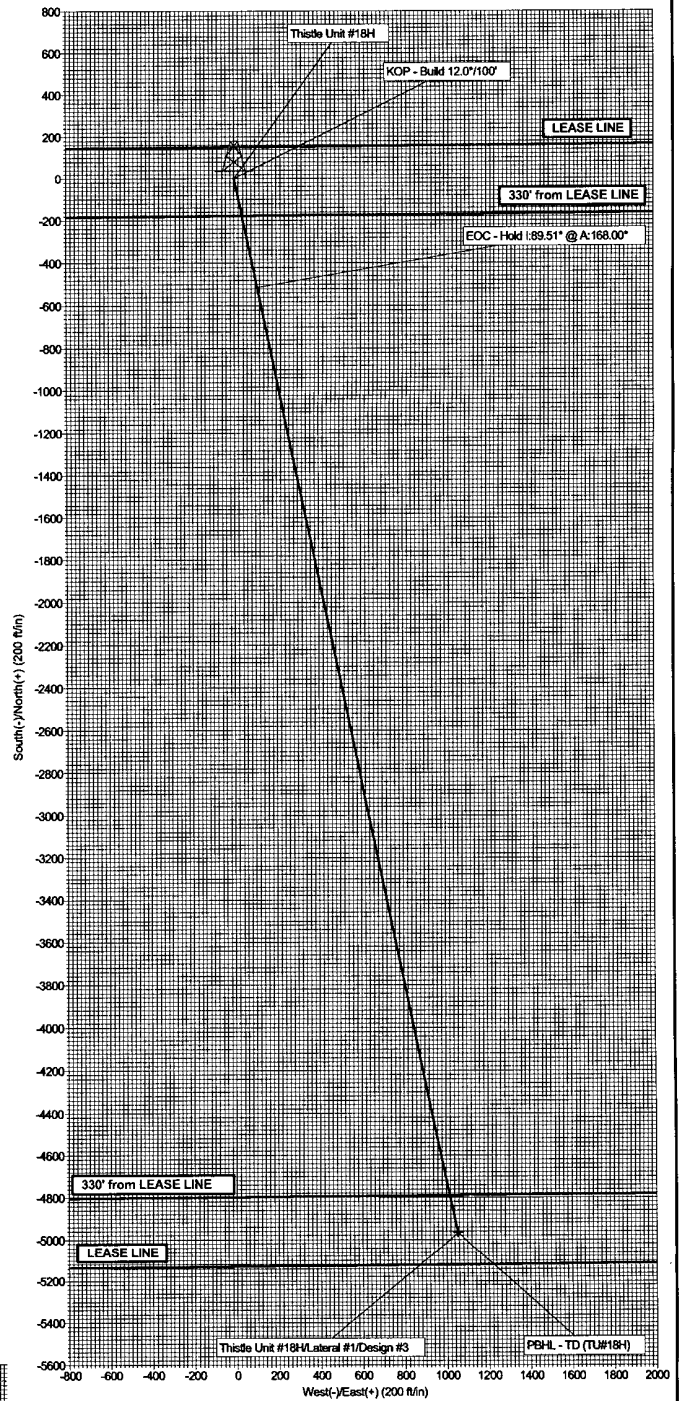
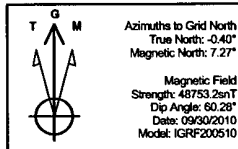
+N-S	+E-W	Northing	Easting	Latitude	Longitude	Slot
0.00	0.00	467338.22	773820.31	32° 16' 57.166 N	103° 34' 51.791 W	

PROJECT DETAILS: Lea Co., New Mexico (Nad 83)

Geodetic System: US State Plane 1983
Datum: North American Datum 1983
Ellipsoid: GRS 1960
Zone: New Mexico Eastern Zone
System Datum: Mean Sea Level

Plan: Design #3 (Thistle Unit #18H/Lateral #1)

Created By: Mike Starkey Date: 15:30, December 28 2010
Checked: _____ Date: _____
Reviewed: _____ Date: _____
Approved: _____ Date: _____





Devon Energy

Lea Co., New Mexico (Nad 83)

Thistle Unit #18H

Thistle Unit #18H

Lateral #1

Plan: Design #3

Standard Survey Report

28 December, 2010





CUDD Drilling & Measurement Services
Survey Report



Company:	Devon Energy	Local Co-ordinate Reference:	Site Thistle Unit #18H
Project:	Lea Co., New Mexico (Nad 83)	TVD Reference:	WELL @ 3702.00ft (Original Well Elev)
Site:	Thistle Unit #18H	MD Reference:	WELL @ 3702.00ft (Original Well Elev)
Well:	Thistle Unit #18H	North Reference:	Grid
Wellbore:	Lateral #1	Survey Calculation Method:	Minimum Curvature
Design:	Design #3	Database:	EDM 2003.21 Single User Db

Project	Lea Co., New Mexico (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		Thistle Unit #18H, Sec 28, T-23S, R-33E			
Site Position:		Northing:	467,338.22 ft	Latitude:	32° 16' 57.166 N
From:	Map	Easting:	773,820.31 ft	Longitude:	103° 34' 51.791 W
Position Uncertainty:	0.00 ft	Slot Radius:	"	Grid Convergence:	0.40 °

Well	Thistle Unit #18H					
Well Position	+N/-S	0.00 ft	Northings:	467,338.22 ft	Latitude:	32° 16' 57.166 N
	+E/-W	0.00 ft	Easting:	773,820.31 ft	Longitude:	103° 34' 51.791 W
Position Uncertainty		0.00 ft	Wellhead Elevation:	3,702.00 ft	Ground Level:	3,686.00 ft

Wellbore	Lateral #1				
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF200510	09/30/10	7.67	60.28	48,753

Design	Design #3				
Audit Notes:					
Version:	Phase:	PLAN	Tie On Depth:	0.00	
Vertical Section:	Depth From (TVD) (ft)	+N/-S (ft)	+E/-W (ft)	Direction (°)	
	0.00	0.00	0.00	173.52	

Survey Tool Program	Date 12/28/10				
From (ft)	To (ft)	Survey (Wellbore)	Tool Name	Description	
0.00	8,200.00	Design #3 (Lateral #1)	NS-GYRO-MS	North sensing gyrocompassing m/s	
8,200.00	13,809.47	Design #3 (Lateral #1)	CUDD MWD	MWD - Standard CUDD MWD	

Planned Survey										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,305.00	0.00	0.00	1,305.00	0.00	0.00	0.00	0.00	0.00	0.00	
Rustler										
1,358.00	0.00	0.00	1,358.00	0.00	0.00	0.00	0.00	0.00	0.00	
Top of Salt										
2,158.00	0.00	0.00	2,158.00	0.00	0.00	0.00	0.00	0.00	0.00	
Base of Salt										
5,167.00	0.00	0.00	5,167.00	0.00	0.00	0.00	0.00	0.00	0.00	
Delaware										
6,125.00	0.00	0.00	6,125.00	0.00	0.00	0.00	0.00	0.00	0.00	
Cherry Canyon										



CUDD Drilling & Measurement Services
Survey Report



Company:	Devon Energy	Local Co-ordinate Reference:	Site Thistle Unit #18H
Project:	Lea Co., New Mexico (Nad 83)	TVD Reference:	WELL @ 3702.00ft (Original Well Elev)
Site:	Thistle Unit #18H	MD Reference:	WELL @ 3702.00ft (Original Well Elev)
Well:	Thistle Unit #18H	North Reference:	Grid
Wellbore:	Lateral #1	Survey Calculation Method:	Minimum Curvature
Design:	Design #3	Database:	EDM 2003.21 Single User Db

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
7,455.00	0.00	0.00	7,455.00	0.00	0.00	0.00	0.00	0.00	0.00
Brushy Canyon									
8,361.68	0.00	0.00	8,361.68	0.00	0.00	0.00	0.00	0.00	0.00
KOP - Build 12.0°/100'									
8,457.15	0.00	0.00	8,457.15	0.00	0.00	0.00	0.00	0.00	0.00
8,500.00	5.14	168.00	8,499.94	-1.88	0.40	1.91	12.00	12.00	0.00
8,600.00	17.14	168.00	8,597.88	-20.75	4.41	21.11	12.00	12.00	0.00
8,700.00	29.14	168.00	8,689.66	-59.12	12.56	60.16	12.00	12.00	0.00
8,800.00	41.14	168.00	8,771.29	-115.32	24.50	117.35	12.00	12.00	0.00
8,900.00	53.14	168.00	8,839.18	-186.89	39.71	190.18	12.00	12.00	0.00
9,000.00	65.14	168.00	8,890.38	-270.71	57.52	275.47	12.00	12.00	0.00
9,100.00	77.14	168.00	8,922.64	-363.10	77.15	369.49	12.00	12.00	0.00
9,200.00	89.14	168.00	8,934.56	-460.04	97.75	468.13	12.00	12.00	0.00
9,203.07	89.51	168.00	8,934.60	-463.04	98.39	471.19	12.00	12.00	0.00
9,256.38	89.51	168.00	8,935.06	-515.19	109.47	524.25	0.00	0.00	0.00
EOC - Hold 1:89.51° @ A:168.00°									
9,300.00	89.51	168.00	8,935.43	-557.86	118.54	567.67	0.00	0.00	0.00
9,400.00	89.51	168.00	8,936.28	-655.67	139.32	667.20	0.00	0.00	0.00
9,500.00	89.51	168.00	8,937.14	-753.48	160.10	766.73	0.00	0.00	0.00
9,600.00	89.51	168.00	8,937.99	-851.29	180.89	866.26	0.00	0.00	0.00
9,700.00	89.51	168.00	8,938.85	-949.11	201.67	965.80	0.00	0.00	0.00
9,800.00	89.51	168.00	8,939.70	-1,046.92	222.45	1,065.33	0.00	0.00	0.00
9,900.00	89.51	168.00	8,940.56	-1,144.73	243.24	1,164.86	0.00	0.00	0.00
10,000.00	89.51	168.00	8,941.41	-1,242.54	264.02	1,264.40	0.00	0.00	0.00
10,100.00	89.51	168.00	8,942.27	-1,340.36	284.80	1,363.93	0.00	0.00	0.00
10,200.00	89.51	168.00	8,943.12	-1,438.17	305.59	1,463.46	0.00	0.00	0.00
10,300.00	89.51	168.00	8,943.98	-1,535.98	326.37	1,562.99	0.00	0.00	0.00
10,400.00	89.51	168.00	8,944.84	-1,633.79	347.16	1,662.53	0.00	0.00	0.00
10,500.00	89.51	168.00	8,945.69	-1,731.61	367.94	1,762.06	0.00	0.00	0.00
10,600.00	89.51	168.00	8,946.55	-1,829.42	388.72	1,861.59	0.00	0.00	0.00
10,700.00	89.51	168.00	8,947.40	-1,927.23	409.51	1,961.12	0.00	0.00	0.00
10,800.00	89.51	168.00	8,948.26	-2,025.04	430.29	2,060.66	0.00	0.00	0.00
10,900.00	89.51	168.00	8,949.11	-2,122.86	451.07	2,160.19	0.00	0.00	0.00
11,000.00	89.51	168.00	8,949.97	-2,220.67	471.86	2,259.72	0.00	0.00	0.00
11,100.00	89.51	168.00	8,950.82	-2,318.48	492.64	2,359.26	0.00	0.00	0.00
11,200.00	89.51	168.00	8,951.68	-2,416.30	513.43	2,458.79	0.00	0.00	0.00
11,300.00	89.51	168.00	8,952.53	-2,514.11	534.21	2,558.32	0.00	0.00	0.00
11,400.00	89.51	168.00	8,953.39	-2,611.92	554.99	2,657.85	0.00	0.00	0.00
11,500.00	89.51	168.00	8,954.24	-2,709.73	575.78	2,757.39	0.00	0.00	0.00
11,600.00	89.51	168.00	8,955.10	-2,807.55	596.56	2,856.92	0.00	0.00	0.00
11,700.00	89.51	168.00	8,955.95	-2,905.36	617.34	2,956.45	0.00	0.00	0.00
11,800.00	89.51	168.00	8,956.81	-3,003.17	638.13	3,055.98	0.00	0.00	0.00
11,900.00	89.51	168.00	8,957.66	-3,100.98	658.91	3,155.52	0.00	0.00	0.00
12,000.00	89.51	168.00	8,958.52	-3,198.80	679.69	3,255.05	0.00	0.00	0.00
12,100.00	89.51	168.00	8,959.37	-3,296.61	700.48	3,354.58	0.00	0.00	0.00
12,200.00	89.51	168.00	8,960.23	-3,394.42	721.26	3,454.12	0.00	0.00	0.00
12,300.00	89.51	168.00	8,961.08	-3,492.23	742.05	3,553.65	0.00	0.00	0.00
12,400.00	89.51	168.00	8,961.94	-3,590.05	762.83	3,653.18	0.00	0.00	0.00
12,500.00	89.51	168.00	8,962.79	-3,687.86	783.61	3,752.71	0.00	0.00	0.00
12,600.00	89.51	168.00	8,963.65	-3,785.67	804.40	3,852.25	0.00	0.00	0.00
12,700.00	89.51	168.00	8,964.51	-3,883.48	825.18	3,951.78	0.00	0.00	0.00
12,800.00	89.51	168.00	8,965.36	-3,981.30	845.96	4,051.31	0.00	0.00	0.00
12,900.00	89.51	168.00	8,966.22	-4,079.11	866.75	4,150.84	0.00	0.00	0.00
13,000.00	89.51	168.00	8,967.07	-4,176.92	887.53	4,250.38	0.00	0.00	0.00



CUDD Drilling & Measurement Services
Survey Report



Company:	Devon Energy	Local Co-ordinate Reference:	Site Thistle Unit #18H
Project:	Lea Co., New Mexico (Nad 83)	TVD Reference:	WELL @ 3702.00ft (Original Well Elev)
Site:	Thistle Unit #18H	MD Reference:	WELL @ 3702.00ft (Original Well Elev)
Well:	Thistle Unit #18H	North Reference:	Grid
Wellbore:	Lateral #1	Survey Calculation Method:	Minimum Curvature
Design:	Design #3	Database:	EDM 2003.21 Single User Db

Planned Survey										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	
13,100.00	89.51	168.00	8,967.93	-4,274.73	908.31	4,349.91	0.00	0.00	0.00	
13,200.00	89.51	168.00	8,968.78	-4,372.55	929.10	4,449.44	0.00	0.00	0.00	
13,300.00	89.51	168.00	8,969.64	-4,470.36	949.88	4,548.98	0.00	0.00	0.00	
13,400.00	89.51	168.00	8,970.49	-4,568.17	970.67	4,648.51	0.00	0.00	0.00	
13,500.00	89.51	168.00	8,971.35	-4,665.99	991.45	4,748.04	0.00	0.00	0.00	
13,600.00	89.51	168.00	8,972.20	-4,763.80	1,012.23	4,847.57	0.00	0.00	0.00	
13,700.00	89.51	168.00	8,973.06	-4,861.61	1,033.02	4,947.11	0.00	0.00	0.00	
13,800.00	89.51	168.00	8,973.91	-4,959.42	1,053.80	5,046.64	0.00	0.00	0.00	
13,810.27	89.51	168.00	8,974.00	-4,969.46	1,055.93	5,056.86	0.00	0.00	0.00	
PBHL - TD (TU#18H)										

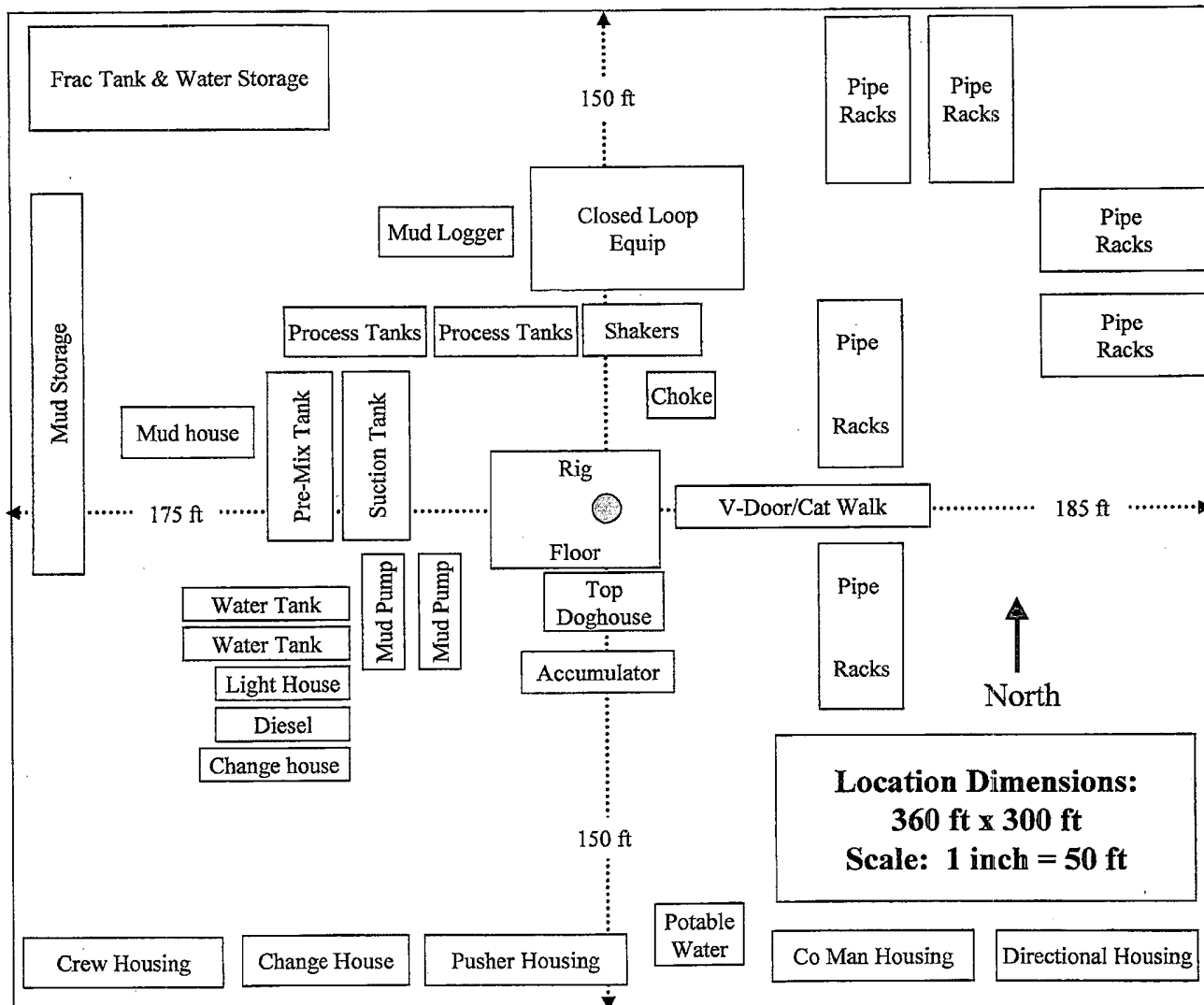
Design Targets										
Target Name	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (ft)	Easting (ft)	Latitude		Longitude
- hit/miss target										
- Shape										
PBHL - TD (TU#18H)	0.00	0.00	8,974.00	-4,969.46	1,055.93	462,368.76	774,876.24	32° 16' 7.919 N		103° 34' 39.899 W
- plan hits target center										
- Point										

Formations						
Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
1,305.00	1,305.00	Rustler		0.53	173.00	
1,358.00	1,358.00	Top of Salt		0.53	173.00	
2,158.00	2,158.00	Base of Salt		0.53	173.00	
5,167.00	5,167.00	Delaware		0.53	173.00	
6,125.00	6,125.00	Cherry Canyon		0.53	173.00	
7,455.00	7,455.00	Brushy Canyon		0.53	173.00	

Plan Annotations					
Measured Depth (ft)	Vertical Depth (ft)	Local Coordinates			
		+N/-S (ft)	+E/-W (ft)	Comment	
8,361.68	8,361.68	0.00	0.00	KOP - Build 12.0°/100'	
9,256.38	8,935.06	-515.19	109.47	EOC - Hold 1:89.51° @ A:168.00°	

Checked By: _____	Approved By: _____	Date: _____
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Conventional Rig Location Layout



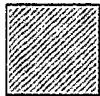


Proposed Interim Site Reclamation

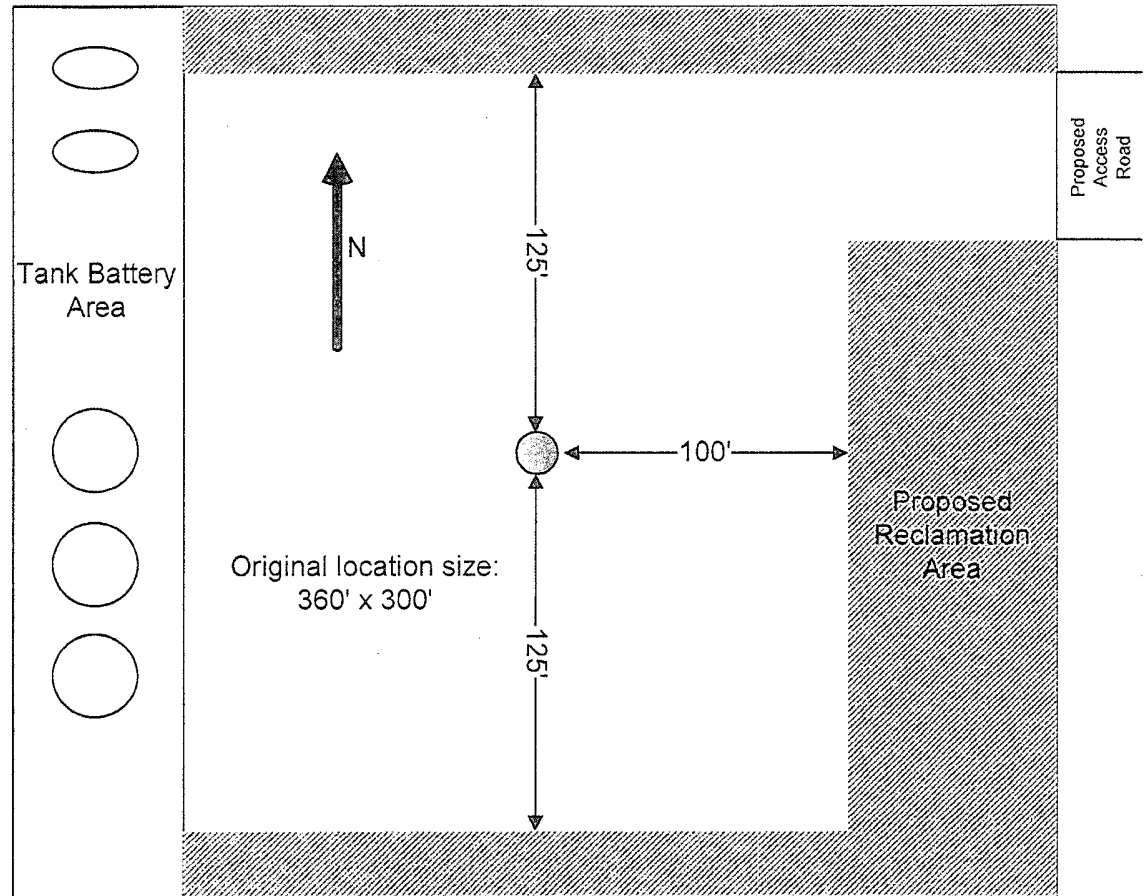
Devon Energy Production Co.

Thistle Unit 18H
150' FNL & 1,470' FWL
Sec. 28 - T23S - R33E
Lea County, NM

Proposed
Reclamation Area



1" : 60'



Attachment to Exhibit #1
NOTES REGARDING BLOWOUT PREVENTERS
Devon Energy Production Company, LP

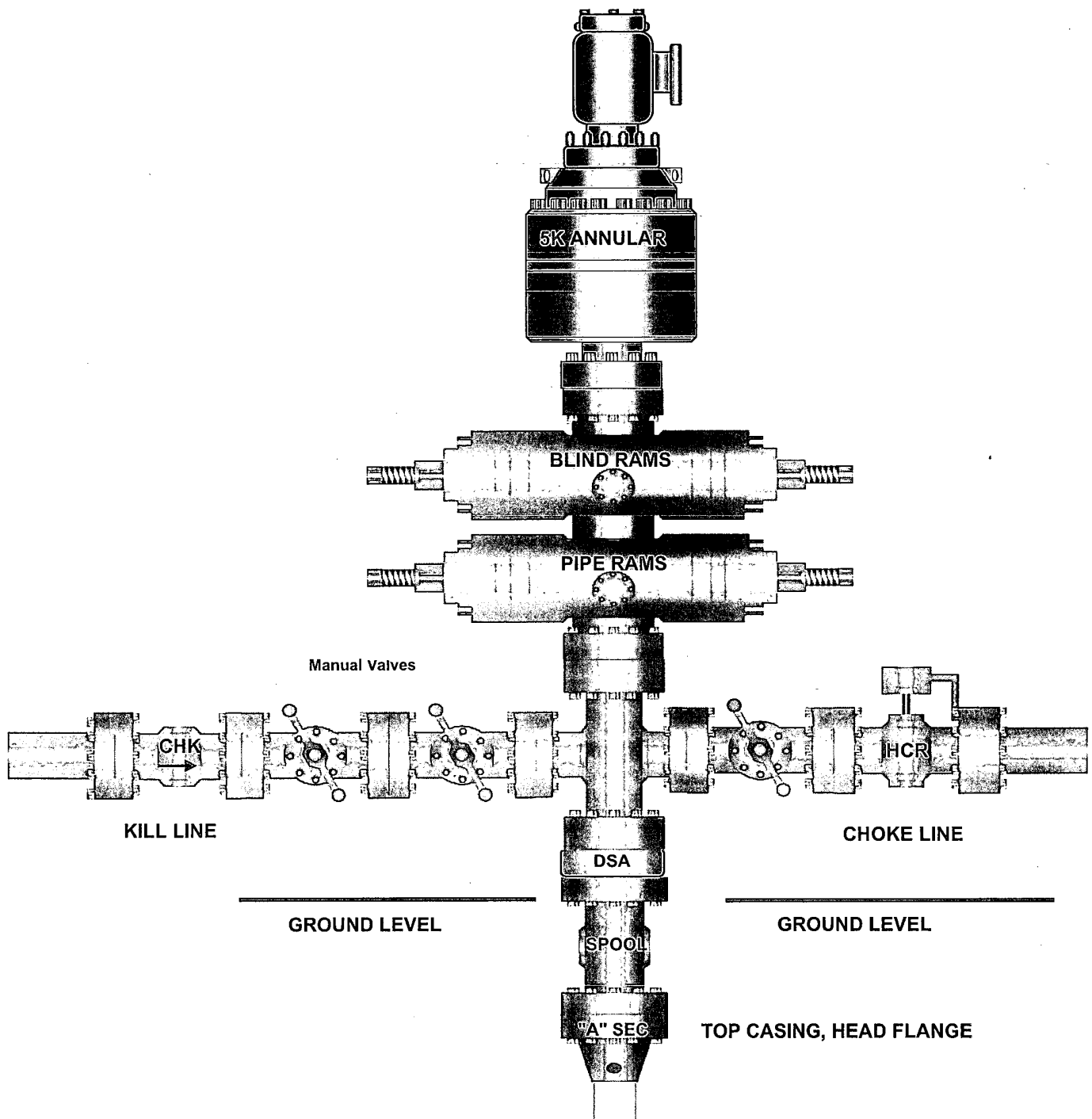
Thistle Unit 18H

Surface Location: 150' FNL & 1470' FWL, Unit C, Sec 28 T23S R33E, Lea, NM

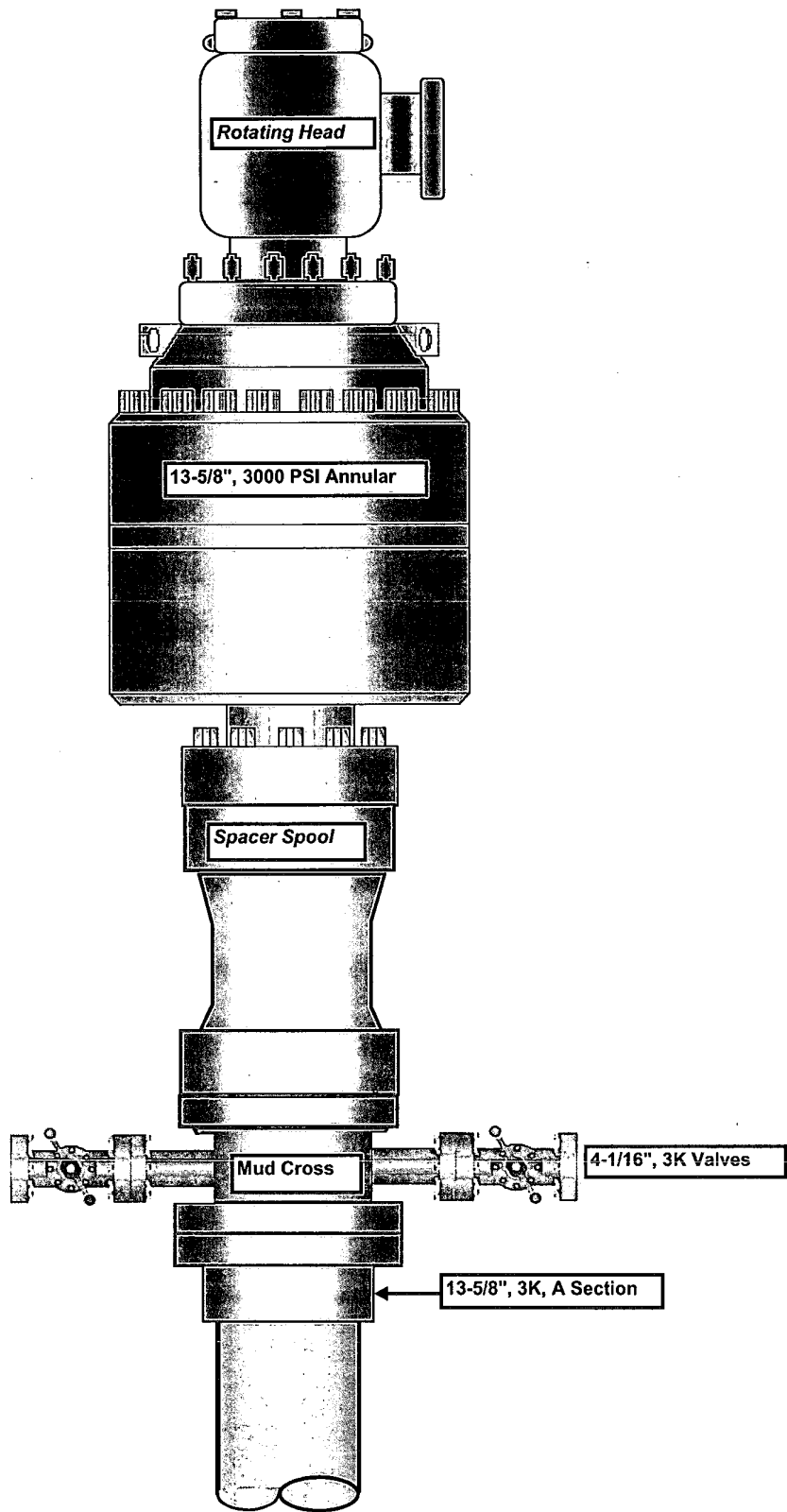
Bottom Location: 330' FSL & 1980' FWL, Unit N, Sec 28 T23S R33E, Lea, NM

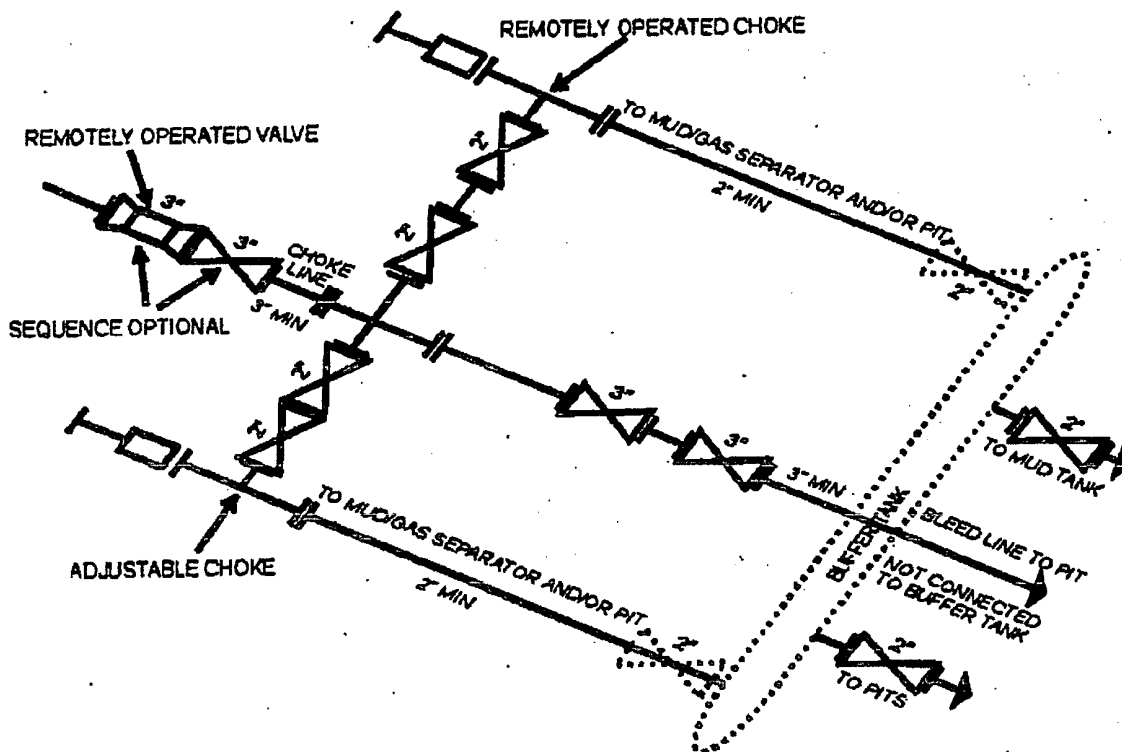
1. Drilling nipple will be constructed so it can be removed mechanically without the aid of a welder. The minimum internal diameter will equal BOP bore.
2. Wear ring will be properly installed in head.
3. Blowout preventer and all associated fittings will be in operable condition to withstand a minimum 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.

11" x 5,000 psi BOP Stack



13-5/8" 3K Annular





5M CHOKE MANIFOLD EQUIPMENT - CONFIGURATION OF CHOKES MAY VARY

Although not required for any of the choke manifold systems, buffer tanks are sometimes installed downstream of the choke assemblies for the purpose of manifolding the bleed lines together. When buffer tanks are employed, valves shall be installed upstream to isolate a failure or malfunction without interrupting flow control. Though not shown on 2M, 3M, 10M, OR 15M drawings, it would also be applicable to those situations.

[54 FR 39528, Sept. 27, 1989]

Operator should provide an accurate manifold schematic & not the generic schematic from Onshore Order #2. BLM inspectors are expecting what is approved and the generic schematic is not adequate.