

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Dylan M. Fuge, Director
Oil Conservation Division



Mr. Darin Savage
darin@abadieschill.com

NON-STANDARD LOCATION

Administrative Order NSL - 8627

**Devon Energy Production Company, L.P. [OGRID 6137]
Tator Tot 2 35 Federal Com Well No. 624H
API No. 30-015-49050**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	240 FSL & 785 FEL	O	02	24S	29E	Eddy
First Take Point	100 FSL & 600 FEL	O	02	24S	29E	Eddy
Last Take Point	100 FNL & 600 FEL	G	35	23S	29E	Eddy
Terminus	20 FNL & 600 FEL	G	35	23S	29E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 of Section 02, T24S, R29E & SE/4, S/2 NE/4, NE/4 NE/4 of Section 35, T23S, R29E	599.20	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on July 25th, 2023.

You have requested to complete this horizontal well as a gas well described above in the referenced pool or formation. This well is governed by special rules, R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 100 feet to the southern and northern boundary of the horizontal spacing unit. Encroachment will impact the following tract.

Section 11, T24S, R29E encroachment to the NE/4
Section 35, T23S, R29E encroachment to the NW/4 NE/4
Section 26, T23S, R29E encroachment to the SE/4

Administrative Order NSL – 8627
Devon Energy Production Company, L.P.
Page 2 of 2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location to minimize reserves left in the ground of horizontal wells intended for this location and thereby preventing waste within the Wolfcamp formation underlying the E/2 of Section 02, T24S, R29E and the SE/4, S/2 NE/4, NE/4 NE/4 of Section 35 T23S, R29E.


Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per Subsection B of 19.15.15.13 NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



DYLAN M. FUGE
DIRECTOR
DMF/lrl

Date: 8/25/2023

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 258794

CONDITIONS

Operator: DEVON ENERGY PRODUCTION COMPANY, LP 333 West Sheridan Ave. Oklahoma City, OK 73102	OGRID: 6137
	Action Number: 258794
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	8/29/2023