

State of New Mexico  
Energy, Minerals and Natural Resources Department

**Michelle Lujan Grisham**  
Governor

**Sarah Cottrell Propst**  
Cabinet Secretary

**Dylan M. Fuge**  
Deputy Secretary

**Dylan M. Fuge, Director**  
Oil Conservation Division (Acting)



Mr. Darin Savage  
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NON-STANDARD LOCATION

**Administrative Order NSL - 8682**

**WPX Energy Permian, LLC [OGRID 246289]  
Horn 22 27 34 Federal Com Well No. 421H  
API No. 30-015-49835**

**Proposed Location**

|                  | <u>Footages</u>     | <u>Unit/Lot</u> | <u>Sec.</u> | <u>Twsp</u> | <u>Range</u> | <u>County</u> |
|------------------|---------------------|-----------------|-------------|-------------|--------------|---------------|
| Surface          | 1038 FSL & 1194 FEL | P               | 15          | 26S         | 29E          | Eddy          |
| First Take Point | 100 FNL & 1730 FEL  | B               | 22          | 26S         | 29E          | Eddy          |
| Last Take Point  | 1904 FNL & 1530 FEL | 11              | 34          | 26S         | 29E          | Eddy          |
| Terminus         | 1954 FNL & 1530 FEL | 11              | 34          | 26S         | 29E          | Eddy          |

**Proposed Horizontal Gas Units**

| <u>Description</u>         | <u>Acres</u> | <u>Pool</u>                 | <u>Pool Code</u> |
|----------------------------|--------------|-----------------------------|------------------|
| E/2 Section 22             | 761.71       | Purple Sage; Wolfcamp (GAS) | 98220            |
| E/2 Section 27             |              |                             |                  |
| E/2 (irregular) Section 34 |              |                             |                  |

Reference is made to your application received on November 1<sup>st</sup>, 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. Rule 2 governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(6) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

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WPX Energy Permian, LLC  
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This well's completed interval is as close as 100 feet to the northern boundary of the horizontal spacing unit. The lateral Take Point encroaches toward the exterior State boundary, towards the state of Texas. The State of New Mexico has no jurisdiction towards other states. Encroachment will impact only the following tract.

Section 15, encroachment to the SE/4

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.

The Division understands you are seeking this unorthodox location to minimize reserves left in the ground, thereby preventing waste of natural resources within the Wolfcamp formation underlying the E/2 of Section 22, E/2 of Section 27 and the E/2 of irregular Section 34.

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 (ACTING)**  
DMF/lrl

**Date:** 12/4/23

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

CONDITIONS

Action 291374

CONDITIONS

|  |  |
|--|--|
| Operator:<br>WPX Energy Permian, LLC<br>Devon Energy - Regulatory<br>Oklahoma City, OK 73102 | OGRID:<br>246289   |
|  | Action Number:<br>291374                                       |
|  | Action Type:<br>[IM-SD] Admin Order Support Doc (ENG) (IM-AAO) |

CONDITIONS

|            |           |                |
|------------|-----------|----------------|
| Created By | Condition | Condition Date |
| llowe      | None      | 12/5/2023      |