NSL - 8756 Revised March 23, 2017 ID NO. 338138

RECEIVED: 04/26/24 REVIEWER: TYPE:

APP NO:

pLEL2412437133

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Geological & Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPI	LICATION CHECKLIST E APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
REGULATIONS WHICH REQUIRE PROCESSIN	
Applicant: <u>Devon Energy Production Company,</u> Vell Name: <u>Spud Muffin 31 30 834H</u> Pool: <u>Purple Sage; Wolfcamp (Gas)</u>	L.P. OGRID Number: 6137 API: 30-015-49709 Pool Code: 98220
SUBMIT ACCURATE AND COMPLETE INFORMATION INDICATE	
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Dec NSL SP (PROJECT AREA)	
B. Check one only for [1] or [11] [1] Commingling – Storage – Measurement DHC DCTB PLC PC [11] Injection – Disposal – Pressure Increase WFX PMX SWD IPI	□ols □olm
2) NOTIFICATION REQUIRED TO: Check those which A. Offset operators or lease holders B. Royalty, overriding royalty owners, revered C. Application requires published notice D. Notification and/or concurrent approved. E. Notification and/or concurrent approved. F. Surface owner G. For all of the above, proof of notification. No notice required	napply. Notice Complete Application Content Complete I by SLO II by BLM
3) CERTIFICATION: I hereby certify that the informat administrative approval is accurate and comple understand that no action will be taken on this conotifications are submitted to the Division.	ete to the best of my knowledge. I also
Note: Statement must be completed by an individ	dual with managerial and/or supervisory capacity.
	April 23, 2024
Darin Savage	Date
Print or Type Name	970-385-4401
/s/ Darin Savage	Phone Number darin@abadieschill.com
 Signature	e-mail Address

SUBMITTED TO THE OIL CONSERVATION DIVISION:

Application of Devon Energy Production Company, L.P., for administrative approval of unorthodox well location for its **Spud Muffin 31 30 834H Well** located the E/2 of Sections 31 and 30, all in Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico.

TABLE OF CONTENTS

Administrative Checklist for NSL

Exhibit A: C-102 Form, specifically identifying the NSL (19.15.15.13C) Exhibit B: A statement discussing the reasons for the unorthodox location

(19.15.15.13C)

Exhibit C: Tract map outlining the unit location of the unorthodox well with affected

area tracts identified (19.15.15.13C)

Exhibit D: A list of affected persons and parties, with addresses, entitled to notice of

the application, along with a copy of the notice letter sent to affected

persons and parties (19.15.15.13C)

Devon Energy Production Company, L.P.



ABADIE I SCHILL PC

Colorado New Mexico
Louisiana Texas
Nebraska Kansas
Montana Wyoming
Oklahoma California
North Dakota

April 26, 2024

Dylan M. Fuge, Director (Acting) Oil Conservation Division New Mexico Department of Energy Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Copy to: Leonard Lowe, Division Technical Examiner

Re: Application of Devon Energy Production Company, L.P., for administrative approval of unorthodox well location for its Spud Muffin 31 30 834H Well located the E/2 of Sections 31 and 30, all in Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico.

Dear Director Fuge:

Devon Energy Production Company, L.P., ("Devon"), OGRID No. 6137, is seeking administrative approval of an unorthodox well location ("NSL") for the Spud Muffin 31 30 834H Well (the "834H Well") (API 30-015-49709) to be completed within the Purple Sage; Wolfcamp (Gas) Pool (Pool Code 98220) underlying a standard 640-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 31 and 30, all in Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico. A C-102 for the Well is attached as Exhibit A. This is a horizontal well that will be drilled as follows:

- Surface Location (SL): 475' from the South line and 2490' from the West line (Unit N) of Section 31, Township 23 South, Range 29 East;
- Bottom Hole Location (BHL): 20' from the North line and 2310' from the East line (Unit B) of Section 30, Township 23 South, Range 29 East;
- First Take Point (FTP): 100' from the South line and 2310' from the East line (Unit O) of Section 31, Township 23 South, Range 29 East;
- Last Take Point (LTP): 100' from the North line and 2310' from the East line (Unit B) of Section 30, Township 23 South, Range 29 East.

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O: 970.385.4401 • F: 970.385.4901

Devon has included as Exhibit B, a letter explaining why this application is needed. This well will produce from the Purple Sage; Wolfcamp (Gas) Pool (Pool Code 98220). The Division's Special Rules for the Purple Sage; Wolfcamp (Gas) Pool, as stated in Order No. R-14262, establish 330' foot setback requirements. The first and last take points for the proposed well are 100' from the boundary of the spacing unit thus requiring NSL approval.

The unorthodox location will encroach toward the SE/4 of Section 19, Township 23 South, Range 29 East and toward Lots 1 and 2 and the S/2 NE/4 of Section 6, Township 24 South, Range 29 East.

Devon attests that, on or before submission of this application, it provided notice to the affected persons/parties in the adjoining units toward which the 834H well encroaches. Devon has also provided notice to the Bureau of Land Management to the extent that federal leases are involved, pursuant to NMAC 19.15.2.7A(8)(d); said notice as described satisfies all provisions of NMAC 19.15.4.12A(2); copies of the application and required plat maps were furnished. Devon provides herein a sectional map of this area, attached as Exhibit C. Proof of mailing, along with a copy of the notice letter sent to the affected persons, is attached hereto as Exhibit D. There is no compulsory pooling case associated with this well.

Your consideration in this matter is appreciated.

Sincerely,

Darin C. Savage Attorney for Applicant 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 Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

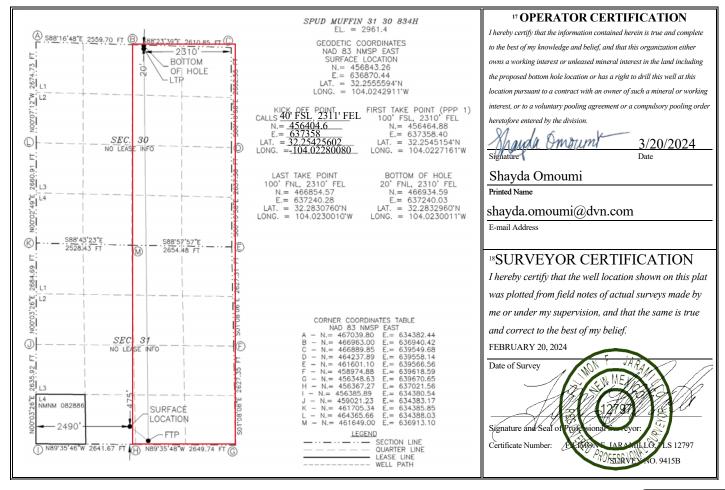
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code			
30-015-49709		98220	PURPLE SAGE; WOLFCA	MP (GAS)	
⁴ Property Code		⁵ Property Name			
320827		SPUD MU	JFFIN 31 30	834H	
⁷ OGRID No.		8 O _I	⁹ Elevation		
6137		DEVON ENERGY PRO	2961.4		

¹⁰ Surface Location

					" Surfac	c Location			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	31	23 S	29 E		475	SOUTH	2490	WEST	EDDY
	" 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
В	30	23 S	29 E		20	NORTH	2310	EAST	EDDY
12 Dedicated Acre	es 13 Joint	or Infill 14	Consolidatio	n Code			15 Order No.		
640									

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.





Inten	t X	As Dril	led											
API#														
Operator Name: DEVON ENERGY PRODUCTION COMPANY, L.P.						Property Name: SPUD MUFFIN 31 30								Well Number 834H
Kick (Off Point	(KOP)												
UL	Section	Township	Range	Lot	Feet		From N	I/S	Feet		From	E/W	County	
0	31	23S	29E		40		SOL	JTH	2311		l	EAST	EDDY	
32.25	ide 425602				Longitu -104.02		0						NAD 83	
	Γake Poir		T _				Γ		1 _			-6		
UL O	Section 31	Township 23S	Range 29E	Lot	Feet 100		From N		Feet 2310)	From	i E/W ST	County EDDY	
Latitu					Longitu	ıde							NAD	
32.2	254515	4			104.0)227	7161						83	
Last T	ake Poin	t (LTP)												
UL B	Section 30	Township 23S	Range 29E	Lot	Feet 100		m N/S PRTH	Feet 231		From EAS		Count EDD'		
					Longitu	Longitude NAD						•		
32.2830760 10					104.0	104.0230010 83								
Is this	Is this well the defining well for the Horizontal Spacing Unit? N													
Is this	well an	infill well?		Υ										
	l is yes p ng Unit.	ease prov	ide API if a	availab	ole, Ope	rator	Name	and v	vell nı	umber	for [Definir	ng well fo	r Horizontal
API#	015-452	68												
	rator Nai					Pro	perty N	lame	:					Well Number
DEVON ENERGY PRODUCTION COMPANY, L.P.						SPUD MUFFIN 31 30							624H	

KZ 06/29/2018



Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 552 8002 Phone www.devonenergy.com

April 16, 2024

Mr. Leonard Lowe New Mexico Oil Conservation Division 1220 South Francis Drive Sante Fe, New Mexico 87505

RE: Application for Non-Standard Location Engineering Statement Devon Energy Production Company, L.P. Spud Muffin 31-30 834H E2 Sections 31 & 30, T23S-R29E Eddy County, New Mexico

Dear Mr. Lowe:

Devon Energy Production Company, LP ("Devon") respectfully requests administrative approval of a non-standard location for the Spud Muffin 31-30 834H (the "Well") referenced above. The Well is in the Purple Sage; Wolfcamp Pool (Pool Code 98220) with first and last take points planned at roughly 100' FNL and FSL, respectively. It is Devon's responsibility as a prudent operator to minimize reserves left in the ground. Decreasing the first and last tank points from 330' will increase the length of potential completed horizontal lateral, thereby increasing the ultimate recovery of reserves and thereby preventing waste of natural resources.

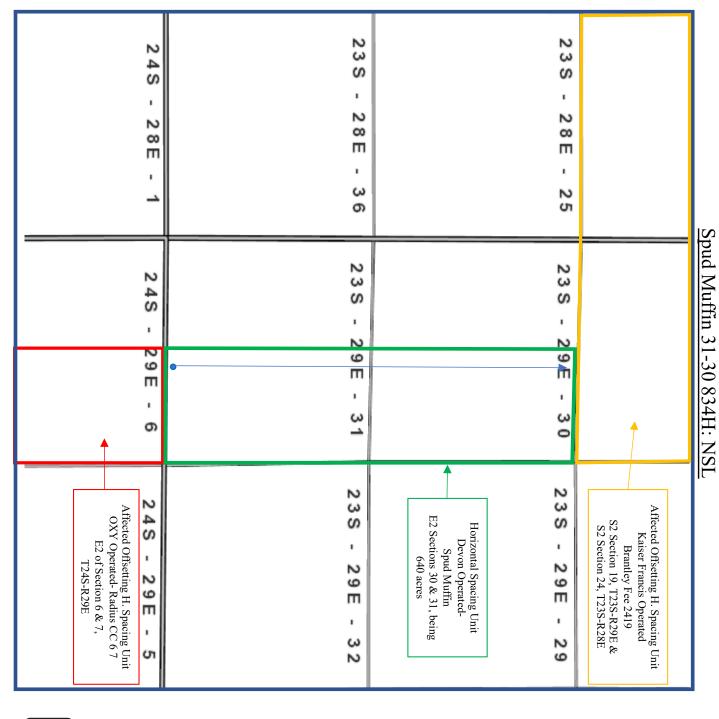
Respectfully,

Devon Energy Production Company, L.P.

Kyle Laite

Reservoir Engineer

EXHIBIT





State

OK

TX

Zip

74121 77046

USPSArticleNumber ReferenceNumber Address1 Address2 City Name1 9314869904300120455395 4188.50 Kaiser-Francis Oil Company 600 N Marienfeld Street, Suite 600 Tulsa 9314869904300120455401 4188.50 ${\rm OXY\,USA\,Inc.}$ 5 Greenway Plaza Suite 110 Houston

> EXHIBIT D



ABADIE I SCHILL PC

Colorado New Mexico
Louisiana Texas
Nebraska Kansas
Montana Wyoming
Oklahoma California
North Dakota

April 26, 2024

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

NOTICE TO AFFECTED PERSONS/PARTIES RE: APPLICATION FOR ADMINISTRATIVE APPROVAL OF UNORTHODOX WELL LOCATION

Re: Application of Devon Energy Production Company, L.P., for administrative approval of unorthodox well location for its Spud Muffin 31 30 834H Well located the E/2 of Sections 31 and 30, all in Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico.

To the Parties/Persons this may concern:

Enclosed in this notice is the above referenced application filed with the New Mexico Conservation Division on the date referenced above. You are being notified in your capacity as a person or party in an adjoining tract or unit pursuant to our request for approval of an unorthodox location of the above-referenced well. Any objections that you have to this application must be filed in writing with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, within twenty (20) days from the date the Division receives the application filed for administrative approval by the Division. Email correspondence for this matter can be sent to the Division at OCD.Engineer@emnrd.nm.gov.

If you have any questions concerning this application, please contact:

Aaron Young Landman Devon Energy Production Company, L.P. (405) 228-2850 aaron.young@dvn.com

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O: 970.385.4401 • F: 970.385.4901

If you have no objections to this application, please sign the waiver as indicated below and return the original to the address listed on this letterhead. Your assistance and cooperation in this matter are appreciated.

Sincerely,

Darin C. Savage

Attorney for Devon Energy Production Company, L.P.

(See waiver on separate page below)

	<u>Waiver</u>
the Spud Muffin 31 30 83	hereby waives objection to the above referenced n Energy Production Company, L.P., for an Unorthodox Location for H Well located the E/2 of Sections 31 and 30, all in Township 23 South, ddy County, New Mexico.
Dated:	Signature:

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

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 338138

CONDITIONS

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	338138
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	5/3/2024