

ID NO. 356642

NSL - 8777

Revised March 23, 2017

RECEIVED: 06/21/24	REVIEWER:	TYPE:	APP NO: pLEL2419441236
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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 APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: Devon Energy Production Company, L.P. **OGRID Number:** 6137
Well Name: Mule 11-23 Fed Com 304H Well **API:** 30-015-Pending
Pool: Paduca; Bone Spring **Pool Code:** 96641

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

1) **TYPE OF APPLICATION:** Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☒ NSL☐ NSP (PROJECT AREA)☐ NSP (PRORATION UNIT)☐ SD

B. Check one only for [I] or [II]

[I] Commingling – Storage – Measurement

☐ DHC☐ CTB☐ PLC☐ PC☐ OLS☐ OLM

[II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR2) **NOTIFICATION REQUIRED TO:** Check those which apply.A. ☒ Offset operators or lease holdersB. ☐ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☐ Notification and/or concurrent approval by SLOE. ☒ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☒ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**☐ Notice Complete☐ Application
Content
Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

June 17, 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 **Mule 11-23 Fed Com 304H Well** located in the E/2 of Sections 11 and 14 and the N/2 NE/4 of Section 23, all in Township 25 South, Range 31 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.



For the Pursuit of Energy

ABADIE | SCHILL PC

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

June 21, 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 Mule 11-23 Fed Com 304H Well located in the E/2 of Sections 11 and 14 and the N/2 NE/4 of Section 23, all in Township 25 South, Range 31 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 Mule 11-23 Fed Com 304H Well (the "304H Well") (API 30-015-Pending) located in the Paduca; Bone Spring (Oil) Pool (Pool Code 96641) underlying a standard 720-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 11 and 14 and the N/2 NE/4 of Section 23, all in Township 25 South, Range 31 East, NMPM, Eddy County, New Mexico. A C-102 for the Well is attached as Exhibit A. This is a horizontal well that has been drilled as follows:

- Surface Location (SL): 450' from the North line and 966' from the East line (Unit A) of Section 11, Township 25 South, Range 31 East;
- Bottom Hole Location (BHL): 1288' from the North line and 2600' from the East line (Unit B) of Section 23, Township 25 South, Range 31 East;
- First Take Point (FTP): 100' from the North line and 2600' from the East line (Unit B) of Section 11, Township 25 South, Range 31 East;
- Last Take Point (LTP): 1208' from the North line and 2600' from the East line (Unit B) of Section 23, Township 25 South, Range 31 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 Paduca; Bone Spring Pool (Pool Code 96641). The statewide rules require that the completed interval shall be no closer than a 330' perpendicular distance from the lateral to outer boundary of the horizontal spacing unit.

Because the perpendicular distance from the lateral is less than 330', the unorthodox location encroaches toward W/2 of Sections 11 and 14 and the N/2 NW/4 of Section 23, all in Township 25 South, Range 31 East, NMPM, Eddy County, New Mexico.

Devon attests that, on or before submission of this application, it provided notice to the affected persons/parties in the adjoining unit toward which the 304H well encroaches. Devon has also provided notice to the Bureau of Land Management ("BLM") 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. Devon has informed us that there is no pooling case associated with this application.

Your consideration in this matter is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read 'Darin C. Savage', written over a horizontal line.

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 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) 476-3460 Fax: (505) 476-3462State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102

Revised August 1, 2011

Submit one copy to appropriate
District Office☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
	96641	PADUCA; BONE SPRING
Property Code	Property Name	Well Number
	MULE 11-23 FED COM	304H
OGRID No.	Operator Name	Elevation
6137	DEVON ENERGY PRODUCTION COMPANY, L.P.	3451.4'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	11	25-S	31-E		450	NORTH	966	EAST	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
B	23	25-S	31-E		1288	NORTH	2600	EAST	EDDY

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
720			

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

MULE 11-23 FED COM 304H

EL: 3451.4'
GEODETIC COORDINATES
NAD 83 NMSP EAST
SURFACE LOCATION
N: 419123.43
E: 723964.79
LAT: 32.150873
LON: 103.743227

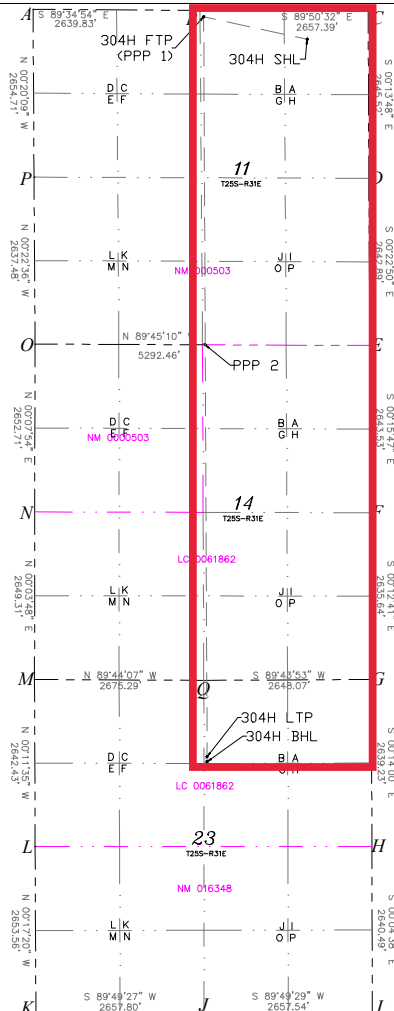
KICK OFF POINT
CALLS: 65 FNL 2601 FEL
N: 419513
E: 722329
LAT: 32.1519
LON: 103.7486

FIRST TAKE POINT (PPP 1)
100' FNL 2600' FEL SEC. 11
N: 419477.94
E: 722329.35
LAT: 32.151872
LON: 103.748505

LAST TAKE POINT
1208' FNL 2600' FEL SEC. 23
N: 407782.90
E: 722383.98
LAT: 32.119724
LON: 103.748533

BOTTOM OF HOLE
N: 407702.90
E: 722384.30
LAT: 32.119504
LON: 103.748534

(PPP 2)
0' FSL 2603' FEL SEC. 11
N: 414293.67
E: 722353.57
LAT: 32.137621
LON: 103.748517



OPERATOR CERTIFICATION

I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Chelsey Green 5/20/24
Signature Date

Chelsey Green
Printed Name
chelsey.green@dm.com
E-mail Address

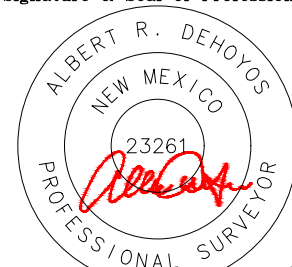
SURVEYOR CERTIFICATION

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.

04/2024

Date of Survey

Signature and Seal of Professional Surveyor



04/10/24

Certificate No. 23261 Albert R. DeHoyos

DRAWN BY: CM

EXHIBIT
A

Intent ☒ As Drilled ☐

API # 30-015-55057		
Operator Name: DEVON ENERGY PRODUCTION COMPANY, LP.	Property Name: MULE 11-23 FED COM	Well Number 304H

Kick Off Point (KOP)

UL B	Section 11	Township 25S	Range 31E	Lot	Feet 65	From N/S FNL	Feet 2601	From E/W FEL	County EDDY
Latitude 32.1519					Longitude 103.7486			NAD 83	

First Take Point (FTP)

UL B	Section 11	Township 25-S	Range 31-E	Lot	Feet 100	From N/S NORTH	Feet 2600	From E/W EAST	County EDDY
Latitude 32.151872					Longitude 103.748505			NAD 83	

Last Take Point (LTP)

UL B	Section 23	Township 25-S	Range 31-E	Lot	Feet 1208	From N/S NORTH	Feet 2600	From E/W EAST	County EDDY
Latitude 32.119724					Longitude 103.748533			NAD 83	

Is this well the defining well for the Horizontal Spacing Unit? ☐ NIs this well an infill well? ☐ Y

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API # 30-015-55054		
Operator Name: DEVON ENERGY PRODUCTION COMPANY, LP	Property Name: MULE 11-14 FED COM	Well Number 525H

KZ 06/29/2018

Devon Energy Production Company, L.P.
333 West Sheridan Avenue
Oklahoma City, OK 73102-5015

May 23, 2024

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

RE: Application for Nonstandard Location
Engineering Statement
Devon Energy Production Company, L.P.
Mule 11-23 Fed Com 304H
E/2 of Section 11, 14, and N/2NE/4 of 23-25S-31E
Eddy County, New Mexico

Dear Mr. Lowe:

Devon Energy Production Company, L.P. respectfully requests administrative approval of a non-standard location ("NSL") for the Mule 11-23 Fed Com 304H well (the "Mule well") referenced above. The Mule well is in the Paduca; Bone Spring Pool (Pool Code 96641). It is Devon's responsibility as a prudent operator to minimize reserves left in the ground. In order to decrease between well spacing and thereby maximize ultimate recovery of reserves and thereby preventing waste of natural resources, Devon desires to drill the Mule well less than 330' from the western boundary of an E/2 horizontal spacing unit established by the drilling of the Mule 11-23 Fed Com 305H well.

Sincerely,



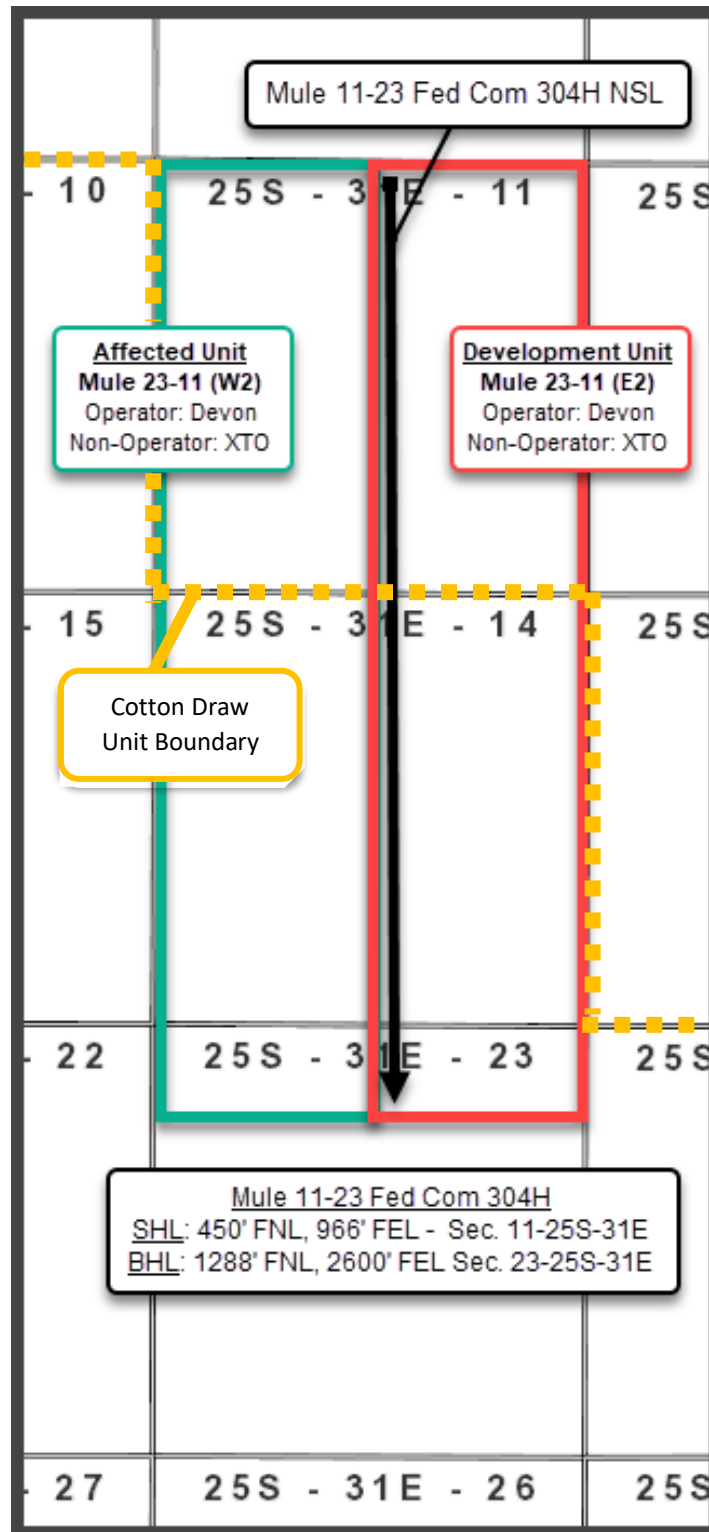
John Dwyer
Reservoir Engineer

Non-Standard Location Application

Offset Ownership Plat

Mule 11-23 Fed Com 304H

E/2 Section 11& 14, N/2NE/4 Section 23 – 25S-31E, Eddy County, NM



USPSArticleNumber	DateMailed	ReferenceNumber	Name1	Name2	Address1	City	State	Zip
9314869904300122645152	6/21/24	4188.70	XTO Energy Holdings, LLC	Attn: Matthew Fletcher	22777 Springwoods Village Pkwy	Spring	TX	77389
9314869904300122645169	6/21/24	4188.70	Bureau of Land Management		620 E. Greene Street	Carlsbad	NM	88220-6292





For the Pursuit of Energy

ABADIE | SCHILL PC

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

June 20, 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 Mule 11-23 Fed Com 304H Well located in the E/2 of Sections 11 and 14 and the N/2 NE/4 of Section 23, all in Township 25 South, Range 31 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:

Ryan Cloer
Landman
Devon Energy Production Company, L.P.
(405) 228-2448
Ryan.Cloer@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,

A handwritten signature in dark ink, appearing to be 'Darin C. Savage', written over a horizontal line.

Darin C. Savage

Attorney for Devon Energy
Production Company, L.P.

(See waiver on separate page below)

Waiver

_____ hereby waives objection to the above referenced Application filed by Devon Energy Production Company, L.P., for administrative approval of unorthodox well location for its Mule 11-23 Fed Com 304H Well located in the E/2 of Sections 11 and 14 and the N/2 NE/4 of Section 23, all in Township 25 South, Range 31 East, NMPM, Eddy 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
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 356642

CONDITIONS

Operator: DEVON ENERGY PRODUCTION COMPANY, LP 333 West Sheridan Ave. Oklahoma City, OK 73102	OGRID: 6137
	Action Number: 356642
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
Ilowe	None	6/24/2024