State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Melanie A. Kenderdine

Deputy Secretary (Acting)

Gerasimos "Gerry" Razatos Division Director (Acting) Deputy Secretary – Designate Oil Conservation Division Ben Shelton



Darin Savage darin@abadieschill.com

Administrative Order NSP - 2230

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Devon Energy Production Company, L.P. [OGRID 6137]

Van Doo Dah 33 28 Federal Com Well No. 621H [API No. 30-025-51616]

Van Doo Dah 33 28 Federal Com Well No. 622H [API No. 30-025-51617]

Van Doo Dah 33 28 Federal Com Well No. 711H [API No. 30-025-51762]

Van Doo Dah 33 28 Federal Com Well No. 712H [API No. 30-025-51618]

Van Doo Dah 33 28 Federal Com Well No. 731H [API No. 30-025-51619]

Van Doo Dah 33 28 Federal Com Well No. 732H [API No. 30-025-51620]

W/2 of Section 33 and W/2 of Section 28, T25S R32E, Lea County

Reference is made to your application received on October 18th, 2024.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

| Description | Acres | Pool | Pool Code |
|--------------------|-------|-------------------------|-----------|
| W/2 of Section 33 | 640 | Wildcat; Upper Wolfcamp | 98270 |
| W/2 of Section 28 | | | |

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a nonstandard horizontal spacing unit consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter - quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(1) NMAC.

NSP - 2230 Devon Energy Production Company, L.P. Page 2 of 2

We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Lea County, New Mexico.

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 which are to be being included.

You have requested this non-standard horizontal spacing unit in order to eliminate the unnecessary duplication of production facilities, thus optimizing revenue to the owners from production within Wolfcamp formation. Thereby, preventing waste underlying the W/2 W/2 Section 33, and W/2 W/2 of Section 28 within the referenced Horizontal Spacing Unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following email address: ocd.engineer@emnrd.nm.gov of notice for additional wells.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Date: 12/11/2024

Gerasimos Razatos

Division Director (Acting)

GR/lrl

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Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Action 411133

CONDITIONS

| | OGRID: |
|-------------------------------------|--|
| DEVON ENERGY PRODUCTION COMPANY, LP | 6137 |
| 333 West Sheridan Ave. | Action Number: |
| Oklahoma City, OK 73102 | 411133 |
| | Action Type: |
| | [IM-SD] Admin Order Support Doc (ENG) (IM-AAO) |

CONDITIONS

| Create | d Condition | Condition Date |
|--------|-------------|----------------|
| Ву | | |
| llowe | None | 12/12/2024 |