State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Melanie A. Kenderdine Cabinent Secretary

Ben Shelton Deputy Secretary

Erin Taylor Deputy Secretary Albert C.S. Chang Division Director Oil Conservation Division



Jaclyn M. McLean jmclean@hardymclean.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 9082

Devon Energy Production Company, L.P. [OGRID 6137] Thistle Unit Well No. 194H API No. 30-025-54375

Reference is made to your application received on August 14th, 2025.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	690 FNL & 890 FWL	D	22	23S	33E	Lea
First Take Point	100 FNL & 1760 FWL	D	22	23S	33E	Lea
Last Take Point	100 FSL & 1760 FWL	N	34	23S	33E	Lea
Terminus	20 FSL & 1760 FWL	N	34	23S	33E	Lea

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
W/2 Section 22	960	Johnson Ranch; Wolfcamp (GAS)	79335
W/2 Section 27			
W/2 Section 34			

You have requested to drill this horizontal well at an unorthodox well location described above in the referenced pool or formation. 19.15.16.15(B)(3)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal **gas** well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter section or equivalent.

Administrative Order NSL - 9082 Devon Energy Production Company, L.P. Page 2 of 2

19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the completed interval to any outer boundary of the horizontal spacing unit, measured along a line perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 660 feet for a **gas** well. 19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal well shall be no closer than 330 feet for a **gas** in the horizontal plane, to any outer boundary of the horizontal spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) 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.

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

Section 15, encroachment to the SW/4 Section 03, T24S R33E, encroachment to the NW/4

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

Division understands you are seeking this unorthodox location in order to optimize well spacing and improve overall production of wells within the Wolfcamp formation underlying the W/2 of Section 22, W/2 of Section 27 and the W/2 of Section 34. Thereby preventing waste and protecting correlative rights.

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 19.15.15.13 (B) 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.

Date: 11/10/2025

Albert C.S. Chang

Albert Chang

Division Director

AC/lrl

Released to Imaging: 11/12/2025 1:35:35 PM

NICT	0000
NSL -	9002

ID NO. 495991	NSI	L - 9082		,
RECEIVED: 08/14/25	REVIEWER:	TYPE:	APP NO:	

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Geological & Engineering Bureau -



1220 South St. Francis Drive	e, Santa Fe, NM 87505
ADMINISTRATIVE APP	
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIV REGULATIONS WHICH REQUIRE PROCESSI	/E APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND NG AT THE DIVISION LEVEL IN SANTA FE
Applicant: Devon Energy Production Company, L.P.	OGRID Number: 6137
Well Name: Thistle Unit 194H Pool: JOHNSON RANCH; WOLFCAMP (GAS)	API: 30-025-54375
JOHNSON RANCH, WOLFCAMI (GAS)	Pool Code: 79335
	REQUIRED TO PROCESS THE TYPE OF APPLICATION ED BELOW
1) TYPE OF APPLICATION: Check those which appl A. Location – Spacing Unit – Simultaneous Dec NSL NSP _(PROJECT AREA)	dication
B. Check one only for [1] or [11] [1] Commingling – Storage – Measuremen DHC CTB PLC PC [11] Injection – Disposal – Pressure Increase WFX PMX SWD IPI	OLS OLM = Enhanced Oil Recovery EOR PPR
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	nue owners al by SLO al by BLM Notice Complete Application Content Complete
3) CERTIFICATION: I hereby certify that the informal administrative approval is accurate and complete understand that no action will be taken on this contifications are submitted to the Division.	ete to the best of my knowledge. I also
Note: Statement must be completed by an indiv	idual with managerial and/or supervisory capacity.
	8/14/2025
Jaclyn M. McLean	Date
Print or Type Name	505-230-4410
	Phone Number
/s/ Jaclyn M. McLean	jmclean@hardymclean.com
Signature	e-mail Address



August 14, 2025

VIA ONLINE FILING

Albert Chang
Division Director
Oil Conservation Division
Energy, Minerals and Natural Resources Department
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Devon Energy Production Company, L.P.
Request for Administrative Approval of Unorthodox Well Location

Thistle Unit 194H

W/2 of Sections 22, 27, and 34, Township 23 South, Range 33 East, Lea County, New Mexico.

Johnson Ranch; Wolfcamp (Gas) Pool (Code 79335)

Dear Mr. Chang,

In accordance with Division Rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC, Devon Energy Production Company, L.P. ("Devon") (OGRID No. 6137) seeks administrative approval of an unorthodox well location for the Thistle Unit 194H well, in a 960-acre, more or less, standard horizontal spacing unit, comprised of the W/2 of Sections 22, 27, and 34, Township 23 South, Range 33 East, Lea County, New Mexico.

The location for the **Thistle Unit 194H** well is as follows:

- Surface Hole Location: 690' FNL and 890' FWL of Section 22
- First Take Point: 100' FNL and 1760' FWL of Section 22
- Last Take Point: 100' FSL and 1760' FWL of Section 34
- Bottom Hole Location: 20' FSL and 1760' FWL of Section 34

The completed intervals of the well will be unorthodox because they are located less than 330' from the southern and northern boundaries of the offsetting spacing units. As explained in the engineering statement, included as **Exhibit A**, approval of the unorthodox, completed interval

Writer:

Jaclyn M. McLean Managing Partner jmclean@hardymclean.com

125 Lincoln Avenue, Suite 223 Santa Fe, NM 87501 505-230-4410

HardyMclean.com

Hardy McLean LLC August 14, 2025

Page 2

is necessary to allow Devon to optimize well spacing and improve overall productivity of the wells. This will prevent waste and protect correlative rights.

Exhibit B is a Form C-102 showing the location of the Thistle Unit 194H well in relation to the offset tracts.

Exhibit C is a plat that shows the Thistle Unit 194H well in relation to the adjoining tracts. Devon is the operator and 100% working interest owner of the adjoining spacing unit to the north (W/2 Section 15, Township 23 South, Range 33 East). EOG is the offset operator of the adjoining spacing unit to the south (W/2 of Section 3, Township 23 South, Range 33 East). For this reason, Devon provided notice to the State Land Office and EOG, which are the mineral owner and offset operator of the unorthodox well locations to the north and south of the spacing unit.

Exhibit D is a list that identifies all affected persons who were sent a copy of this application and attachments by certified mail advising that any objections must be filed in writing with the Division within 20 days from the date the Division receives the application, along with the date notice was sent, and a copy of the notice letter to affected persons.

Thank you for your attention to this matter. Please let me know if you require additional information.

Very truly yours,

HARDY MCLEAN LLC

<u>/s/ Jaclyn M. McLean</u> Jaclyn M. McLean

Attorneys for Devon Energy Production Company, L.P.



Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 228 8788 Phone www.devonenergy.com

August 13, 2025

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. Thistle Unit 192H, 193H, 194H & 198H W/2 of Section 22, 27 & 34-T23S-R33E Lea County, New Mexico

Dear Mr. Lowe:

Devon Energy Production Company, LP ("Devon") respectfully requests administrative approval of non-standard location for the Thistle Unit 192H, 193H, 194H & 198H wells (the "New Wells"). The New Wells were assigned the Johnson Ranch; Wolfcamp (Gas) Pool (Pool Code 79338) by the NMOCD. Devon has drilled multiple offsetting Thistle Wolfcamp wells ("Offset Wells") in the sections located directly to the west, within the boundary of the Thistle Federal Exploratory Unit, and with the same planned TVD as the New Wells. These Offset Wells were assigned an oil pool and produce with gas-oil ratios (GOR) below than the NMOCD' definition of a gas well, therefore the Offset Wells were able to maximize GPI by utilizing oil pool setbacks at the heel and toe.

Devon expects the New Wells to produce with a GOR similar to the Offset Wells, therefore Devon proposes to decrease the first and last tank points from 330 feet to 100 feet, which will increase the completed horizontal lateral and the ultimate recovery of reserves. Therefore, approval of this non-standard location is necessary to avoid causing wasted resources and reducing production from current and future well development in the area.

Respectfully,

Devon Energy Production Company, L.P.

Curtis Johnston

Advising Reservoir Engineer

EXHIBIT A

<u>C-102</u>

Submit Electronically Via OCD Permitting

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

EXHII	BIT B Revised July 9, 2024
0.1.1.1	☐ Initial Submittal
Submittal Type:	X Amended Report
<i>7</i> 1	☐ As Drillad

									☐ As Difficu	
					WELL LOCA	TION INFORMATIO)N			
API Nu		25-54375	Pool Code	79335		Pool Name	ISON RANCH-V	VOLECAMP ((GAS)	
Property	y Code 3	0884	Property Na	Nama Wall Number					194H	
OGRID	No. 6137	1	Operator Na	DEVON ENERGY PRODUCTION COMPANY, L.P. Ground Level Elevation 3710.						3710.2
Surface Owner: \(\Delta \) State \(\Delta \) Fee \(\Delta \) Tribal \(\Delta \) Federal Mineral Owner: \(\Delta \) State \(\Delta \) Fee \(\Delta \) Tribal \(\Delta \) Federal										
Surface Location										
UL D	Section 22	Township 23 S	Range 33 E	Lot	Ft. from N/S 690 NORTH	Ft. from E/W 890 WEST	Latitude 32.2955759	°N Long	itude .5658794°W	County LEA
				I.	Botton	n Hole Location		l l		
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long	itude	County
N	34	23 S	33 E		20 SOUTH	1760 WEST	32.2539509	°N 103.	.5630489°W	LEA
		<u> </u>								
Dedicat	ed Acres	Infill or Defin	ning Well	Defining	Well API	Overlapping Space	cing Unit (Y/N)	Consolidation	on Code	
96	0	Infill		30-025-4	8096	N			U	
Order N	lumbers.	Approved Wo	olfcamp PA: N	IMNM8852	26B	Well setbacks are	under Common	Ownership: X	□Yes □No	
					Kick (Off Point (KOP)				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long	itude	County
C	22	23 S	33 E		50 NORTH	1760 WEST	32.2973310	°N 103	.5630646°W	LEA
					First T	ake Point (FTP)		<u>'</u>		
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long		County
C	22	23 S	33 E		100 NORTH	1760 WEST	32.2971936	°N 103.	.5630646°W	LEA
					Last T	ake Point (LTP)				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long	•	County
N	34	23 S	33 E		100 SOUTH	1760 WEST	32.2541707	°N 103.	.5630490°W	LEA
		ea of Uniform I NM088526X, 3		Spacing U	Unit TypeÆHori	zontal □Vertical	Grou	and Floor Elev	ration:	
						1				

OPERATOR CERTIFICATIONS

I hereby certify that the information contained herein is true and complete to the best ofmy knowledge and belief, and, if the well is a vertical or directional well, 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 a working interest run leased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order here to fore entered by the division.

If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

		0 0	
Rebella Deal			7/31/2025
Signature	Date		
Rebecca Deal, Regulatory Analyst			
Printed Name			
rebecca.deal@dvn.com			

SURVEYOR CERTIFICATIONS

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.

Signature and Seal of Professional Surveyor

FILIMON F. JARAMILLO

CertificateNumber Dateof Survey

PLS 12797 JULY 22, 2025

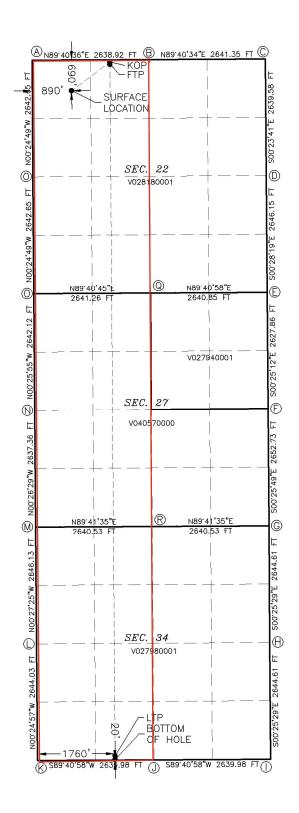
SURVEY NO. 10297A

Note: 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.

Email Address

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



THISTLE UNIT 194H EL=3710.2

GEODETIC COORDINATES
NAD 83 NMSP EAST
SURFACE LOCATION
690' FNL, 890' FWL
N.=472111.68
E.=778475.76
LAT.=32.2955759'N
LONG.=103.5658794'W

KICK OFF POINT FIRST TAKE POINT 50' FNL, 1760' 100' FNL, 1760' FWL N = 472756.43N.=472706.44 E.=779340.97 E.=779341.33 LAT.=32.2971936°N LAT.=32.2973310°N LONG.=103.5630646°W LONG.=103.5630646°W LAST TAKE POINT BOTTOM OF HOLE 100' FSL, 1760' FWL 20' FSL, 1760' FWL N = 457054.84N.=456974.87 E.=779458.53 E.=779459.11 LAT.=32.2541707°N LAT.=32.2539509°N LONG.=103.5630490°W LONG.=103.5630489°W

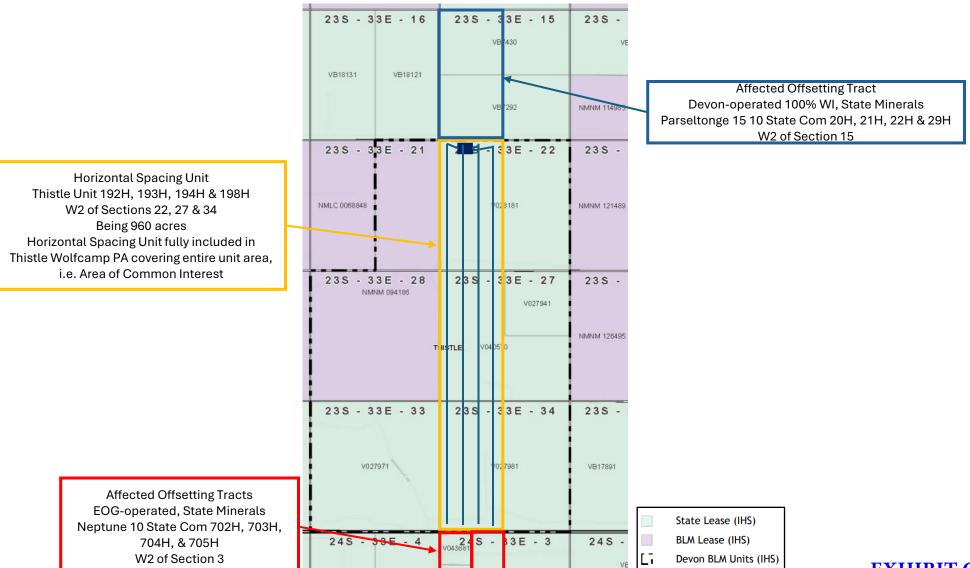
> CORNER COORDINATES TABLE NAD 83 NMSP EAST N.=472796,48 E.=777580.98 Α N.=472811.37 E.=780219.33 В С - N.=472826.30 E.=782860.12 D - N.=470187.30 E.=782878.31 Ε - N.=467541.76 E.=782900.10 N.=464914.49 E.=782919.36 N.=462262.37 G E.=782939.28 H -N.=459618.35 E.=782958.87 - N.=456974.34 E.=782978.47 1 J - N.=456959.74 E.=780339.05 Κ N.=456945.13 E.=777699.63 L N.=459588.56 E.=777680.44 N.=462234.08 E.=777659.34 М Ν N.=464870.84 E.=777639.03 0 N.=467512.36 E.=777619.12 N.=470154.42 E.=777600.05 E.=780259.81 Q N.=467527.14 R N.=462248.22 E.=780299.31 LEGEND SECTION LINE QUARTER LINE LEASE LINE

> > WELL PATH

Received by OCD: 8/14/2025 9:46:12 AM

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Thistle Unit 192H, 193H, 194H & 198H: NSL



Released to Imaging: 11/12/2025 1:35:35 PM

EXHIBIT C

Notice Chart

Entity	Address	City	State	Zip		Tracking No.
New Mexico SLO (mineral owner)	310 Old Santa Fe Trail	Santa Fe	NM	87501	08/14/2025	9414836208551286167 439
EOG Resources (offset operator)	5509 Champions Dr	Midland	TX	79706	08/14/2025	9414836208551286167 446

EXHIBIT D



August 14, 2025

<u>VIA CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

TO: ALL AFFECTED PERSONS

Re: Devon Energy Production Company, L.P.

Requests for Administrative Approval of Unorthodox Well Locations

Enclosed are copies of administrative applications requesting approval of unorthodox well locations for Devon Energy Production Company, L.P.'s Thistle Unit wells. Administrative applications for the unorthodox well locations were filed with the New Mexico Oil Conservation Division on this date. Any objection to these applications must be filed in writing within twenty (20) days from the date this application is received by the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. If no objection is received within this twenty-day period, these applications may be approved administratively by the Division.

If you have any questions about this application, please contact David Broussard, Landman – Delaware Basin, with Devon Energy at david.broussard@dvn.com.

Sincerely,

HARDY MCLEAN LLC

/s/ Jaclyn M. McLean Jaclyn M. McLean

ATTORNEYS FOR DEVON ENERGY PRODUCTION, L.P.

125 Lincoln Avenue, Suite 223 Santa Fe, NM 87501 505-230-4410

HardyMclean.com

Writer:
Jaclyn M. McLean
Managing Partner
jmclean@hardymclean.com

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

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 495991

CONDITIONS

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	495991
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

CONDITIONS

C B		Condition	Condition Date
ı	lowe	None	8/20/2025