

Approved

NSL

Order

Approved

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Adrienne E. Sandoval, Director
Oil Conservation Division



August 10, 2020

Ms. Kaitlyn A. Luck
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NON-STANDARD LOCATION

Administrative Order NSL-8044

Devon Energy Production Company, L.P. [OGRID 6137]
Thoroughbred 10 3 Fed Com Well No. 734H
API No. 30-015-46907

Proposed Location

	Footages	Unit/Lot	Sec.	TWNSP	Range	County
Surface	200 FSL & 1380 FEL	O	10	26S	31E	Eddy
First Take Point	330 FSL & 330 FEL	P	10	26S	31E	Eddy
Last Take Point	100 FNL & 330 FEL	A	3	26S	31E	Eddy
Terminus	20 FNL & 330 FEL	A	3	26S	31E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
E/2 of Section 10 E/2 of Section 3	640	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on July 20, 2020.

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 for the Purple Sage; Wolfcamp (Gas) Pool of and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

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

Section 34, Township 25 South, Range 31 East, 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.

Division understands you seek this unorthodox location in order to optimize the completed lateral length of this wellbore while protecting correlative rights, improving well economics and thereby preventing waste within the Wolfcamp formation underlying the E/2 of Section 10 and E/2 of Section 3, Township 26 South, Range 31 East.

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.

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.



ADRIENNE E. SANDOVAL
Division Director

AES/kms

cc: Oil Conservation Division - Artesia District Office
State Land Office - Oil, Gas, and Minerals Division
Bureau of Land Management – Carlsbad Field Office