# Approved

# NSP

Order

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, Ph.D Deputy Cabinet Secretary Adrienne E. Sandoval, Director Oil Conservation Division



December 1, 2020

Mr. Darin Savage darin@adadieschill.com

Administrative Order NSP-2125

# ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

#### **Devon Energy Production Company, L.P. [OGRID 6137]** Shire 22 15 Federal Com Well No. 616H [API No. 30-015-PENDING] Shire 22 15 Federal Com Well No. 716H [API No. 30-015-PENDING]

Reference is made to your application received on November 9<sup>th</sup>, 2020.

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

### **Proposed Horizontal Spacing Unit:**

Description	Acres	Pool	Pool Code
E/2 W/2 of Section 22	320	Purple Sage; Wolfcamp	98220
E/2 W/2 of Section 15			

# Area of Exclusion:

Description	Acres
W/2 W/2 of Section 22	320
W/2 W/2 of Section 15	

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a nonstandard horizontal gas spacing unit comprising 320 acres, consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(3) NMAC.

We understand that you are seeking this exception in order to allow you to create a 320 acre, non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Eddy County, New Mexico.

NSP-2125 Devon Energy Production Company, L.P. December 1, 2020 Page 2 of 2

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 being excluded.

You have requested this non-standard horizontal spacing unit to increase production, that will allow for additional recovery within the E/2 W/2 of Section 22 and Section 15. This will exclude acreage of a Standard Horizontal Spacing Unit. Therefore, reducing waste while protecting correlative rights within the referenced Horizontal Spacing Unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the abovedescribed **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit with a Sundry notice to the Engineering Bureau, reference this NSP Order.

## **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.



AES/lrl

cc: New Mexico Oil Conservation Division – Artesia Bureau of Land Management – Carlsbad