

Approved

NSL

Order

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



December 1, 2020

Mr. Darin Savage
darin@abadieschill.com

NON-STANDARD LOCATION

Administrative Order NSL-8102

**Devon Energy Production Company, L.P. [OGRID 6137]
Shire 22 15 Federal Com Well No. 733H
API No. 30-015-PENDING**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	350 FSL & 1775 FEL	O	22	25S	31E	Eddy
First Take Point	100 FSL & 1650 FEL	O	22	25S	31E	Eddy
Last Take Point	100 FNL & 1650 FEL	B	15	25S	31E	Eddy
Terminus	20 FNL & 1650 FEL	B	15	25S	31E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 of Section 22	640	Purple Sage; Wolfcamp (GAS)	98220
E/2 of Section 15			

Reference is made to your application received on November 9th, 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 and southern edge. Encroachment will impact the following tract.

Section 27, encroachment to the NE/4
Section 10, 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 are seeking this unorthodox location in order to optimize well spacing for this well and thereby preventing waste within the Wolfcamp formation underlying the E/2 of Section 22 and the E/2 of Section 15.

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.

A handwritten signature in black ink, appearing to read 'AES', is written over a horizontal line.

ADRIENNE E. SANDOVAL
Division Director

AES/lrl

cc: Oil Conservation Division – Artesia District Office
Bureau of Land Management – Carlsbad Field Office