# Approved

NSL

Order

# State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst Cabinet Secretary Adrienne E. Sandoval, Director Oil Conservation Division

SALE OF NEW MESTICS

Todd E. Leahy, JD, PhD Deputy Cabinet Secretary

August 2<sup>nd</sup>, 2021

Mr. Darin C. Savage darin@abadieschill.com

#### NON-STANDARD LOCATION

Administrative Order NSL-8189 (Supersedes NSL – 8166)

Devon Energy Production Company, L.P. [OGRID 6137] Cotton Draw Unit Well No. 604H API No. 30-015-47302

#### **Proposed Location**

	<b>Footages</b>	Unit/Lot	Sec.	Twsp	Range	County
Surface	385 FNL & 1225 FWL	D	26	24S	31E	Eddy
First Take Point	100 FNL & 1250 FWL	D	26	24S	31E	Eddy
Last Take Point	100 FSL & 1250 FWL	M	2	25S	31E	Eddy
Terminus	20 FSL & 1250 FWL	M	2	25S	31E	Eddy

### **Proposed Horizontal Gas Units**

<b>Description</b>	Acres	Pool	Pool Code
W/2 of Section 26	960	Purple Sage; Wolfcamp (GAS)	98220
W/2 of Section 25			
W/2 of Section 2			

Reference is made to your application received on July 2<sup>nd</sup>, 2021.

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, R-14262, for the Purple Sage; Wolfcamp (Gas) Pool 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 and 100 feet to the southern edge. Encroachment will impact the following tract.

Section 23, 24S 31E, encroachment to the SW/4 Section 11, 25S 31E, encroachment to the NW/4

Administrative Order NSL-8189 (Supersedes NSL – 8166) Devon Energy Production Company L.P. August 2<sup>nd</sup>, 2021 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 towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location in order to minimize reserves left in formation by decreasing the take points. This will increase the recovery of reserves left within the Wolfcamp formation underlying the W/2 of Section 26, 24S 31E W/2 of Section 35, 24S 31E and the W/2 of Section 2, 25S 31E. Thereby preventing waste.

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.



AES/lrl

cc: Oil Conservation Division – Artesia District Office Bureau of Land Management – Carlsbad Field Office From: Lowe, Leonard, EMNRD

To: <u>Darin Savage</u>

Cc: Bratcher, Mike, EMNRD; Kate Pickford (Katherine.Pickford@state.nm.us); Kautz, Paul, EMNRD; Hawkins, James,

EMNRD; "lisa@rwbyram.com"; drossmango@blm.gov; jglover@blm.gov

Subject: APPROVED NSL-8188.8189\_Devon Energy Prod.Co.\_Cotton Draw Wells No. 602H & 604H\_SEC 26 24S 31E

**Date:** Thursday, August 5, 2021 9:42:00 AM

Attachments: <u>image001.png</u>

NSL-8188 Devon Cotton Draw Unit Well No. 602H Approved.pdf NSL-8189 Devon Cotton Draw Unit Well No. 604H Approved.pdf

Importance: High

## Mr. Darin Savage,

The following NSL Administrative Orders have been issued and will soon be available on the Division's web site:

http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx

NSL	AMD	Applicant	OGRID	WELL NAME	API#
8189	-	Devon Energy Production Co.	6137	Cotton Draw Unit Well No. 604H	30-015-47302
8188	-	Devon Energy Production Co.	6137	Cotton Draw Unit Well No. 602H	30-015-47300

NSL-8189 replaces previously approved NSL-8166.

Copies of the approved orders are attached.

#### Leonard R. Lowe

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http://www.emnrd.state.nm.us/ocd/