From: Lowe, Leonard, EMNRD

To: <u>Darin Savage</u>

Subject: RE: [EXTERNAL] Re: Follow up email re Admin Order NSL-8098, Shire 616H well

Date: Tuesday, November 2, 2021 2:54:00 PM

Mr. Savage,

The OCD appreciates the update.

Based upon the updated information below. The OCD will not require an amendment to the NSL - 8098.

Leonard R. Lowe

Engineering Bureau OCD - EMNRD 5200 Oakland Ave. NE Albuquerque, N.M. 87113

C: 505-930-6717

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

From: Darin Savage <darin@abadieschill.com> **Sent:** Monday, November 1, 2021 5:23 PM

To: Lowe, Leonard, EMNRD < Leonard.Lowe@state.nm.us>

Subject: [EXTERNAL] Re: Follow up email re Admin Order NSL-8098, Shire 616H well

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Mr. Leonard Lowe, good evening,

Devon mistakenly sent the original C-102 for the 616H well, and attached is the new C-102, as drilled, that I got ahold of today.

It looks like there was some miscommunication I was getting over the phone from Devon, so let me go through this C-102 to make sure we are on the same page.

It is the new FTP that moves closer to the west by 58′, the new FTP is 1599′ FWL, and 497′ FSL. The original FTP as approved in Order NSL-8098 was 1657 FWL and 100 FSL. So there is a 58′ difference toward the west (and a 51′ encroachment into the 330′ setback). The new FTP is also 497′ FSL so there is no encroachment into the 330′ setback toward the south.

The new LTP is 1709' FWL and 126' FNL. The original FTP as approved in Order NSL-8098 was 1657 FWL and 100 FNL. Therefore, the new LTP does not encroach on the 330' setback to the west, as it is 389' away from the boundary, and the new LTP still encroaches toward the north, as approved by the order, but not as much, 126' vs. 100'.

The trajectory of the lateral stays along the west side pretty consistently, starting out at 1599 FWL and ending at 1709 FWL, so it actually moves away from the west line by 110' over the course of its

length.

Therefore, the only encroachment that has changed is the FTP with its 51' encroachment into the 330' setback toward the west line.

Thanks for your patience as we get all this straight. Again, the only party involved is XTO and they were part of the original application.

I hope this straightens things out and makes sense for your evaluation in a way that allows you to respond by email about your final determination. Let me know if you need any additional information.

Have a good evening,

Darin

DARIN SAVAGE

Abadie | Schill P.C.

214 McKenzie Street, Santa Fe, New Mexico 87501

P | 970.385.4401 :: *F* | 970.385.4901 :: *C* | 970.764.8191

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On Oct 28, 2021, at 4:37 PM, Darin Savage < darin@abadieschill.com > wrote:

Mr. Leonard Lowe, good afternoon,

I am providing this email as a follow up to our last phone conversation, addressing the variation of final LTP of the Shire 22 15 Federal Com Well No. 616H.

You had provided Admin Order NSL-8098 for the Shire 22 15 Federal Com Well No. 616H with an approved FTP of 100 FSL & 1657 FWL, Sec. 22 25S 31E, Eddy County, NM.

As we discussed, when Devon drilled the well, they were off that tolerance by 58' FWL for that FTP, so it ended up being 1599' FWL, which encroaches the west boundary by 51'. The FTP does not encroach upon the south boundary (in fact it ended up 497' from the south line, which is well within the setback requirement. Also, the FTP is still located in the designated Unit N (SESW).

I've attached the previous C-102 of this well which shows the lateral as originally conceived. The FTP point is 1657' FWL, and the LTP was intend to also be 1657' FWL, but it ended up, as explained, being 1599' FWL. Still, the lateral stays pretty close to its original trajectory along its length, but moved in about 58' toward the west over the course of its trajectory to arrive at a LTP of 1599' FWL.

Please let me know if you need any additional info.

Thanks for your phone call and assistance in this matter.

Darin

P | 970.385.4401 :: *F* | 970.385.4901 :: *C* | 970.764.8191

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<Shire 22-15 Fed Com 616H C102 Plat.pdf>

<u>District I</u>
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
<u>District II</u>

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District IIII</u> 1000 Rio Brazos Road, Aztec, NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u>
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

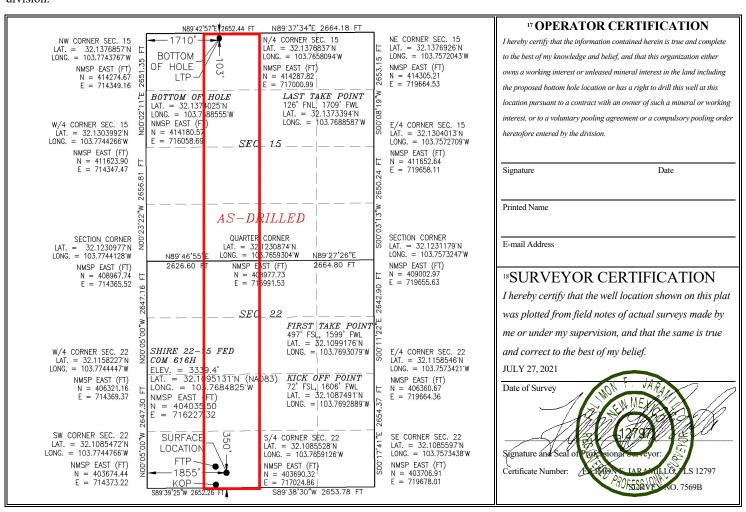
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code	³ Pool Name					
30-015-47327		98220	Purple Sage; Wolfcamp (Gas)					
⁴ Property Code		⁵ Pr	roperty Name	⁶ Well Number				
		616H						
⁷ OGRID No.		8 Operator Name						
6137		DEVON ENERGY PRODUCTION COMPANY, L.P.						

¹⁰ Surface Location

" Surface Location												
UL or lot no.	Section	Township	p Range Lot Id		Feet from the North/South		Feet from the	East/West line	County			
N	22	25 S	31 E		350	SOUTH	1855	WEST	EDDY			
" Bottom Hole Location If Different From Surface												
UL or lot no.	Section	Township Rang		Lot Idn	Feet from the	North/South line Feet from the		East/West line	County			
C	15	25 S	31 E		103	NORTH	1710	WEST	EDDY			
12 Dedicated Acre	s 13 Joint	13 Joint or Infill 14 Consolidation Code			15 Order No.							
320												

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.



Intent	t	As Dril	led xx											
API #	15-473	27												
Operator Name: DEVON ENERGY PRODUCTION COMPANY, L.P.						Property Name: SHIRE 22-15 FED COM								Well Number 616H
Kick C	Off Point ((KOP)												
UL N	UL Section Township Range Lot Feet				Feet 72		From N					-	County	
Latitu	Latitude Longit						2889						NAD 83	
First T	ake Poin	it (FTP)			•									
UL N	Section 22	Township 25S	Range 31E	Lot	Feet 497		From N				From E/W WEST		County EDDY	
Latitu 32.1	de 09917	6			Longitu 103.7		3079			1			NAD 83	
Last T	ake Poin	t (LTP)												
UL C	Section 15	Township 25S	Range 31E	Lot	Feet 126	, , , , , , , , , , , , , , , , , , , ,								
Latitu 32.1	de 37339	4			_	Longitude NAD 103.7688587 83								
Is this	well the	defining v	vell for th	e Horiz	ontal Sp	oacin	g Unit?							
ls this	well an i	infill well?]									
	l is yes pl ng Unit.	lease provi	ide API if	availab	le, Opei	rator	Name a	and v	vell nur	mber 1	for D	efinir	ng well fo	r Horizontal
API#														
Operator Name:					Property Name:							Well Number		