BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING DECEMBER 12, 2019

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR A HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 20962

Danger Noodle 29-20 Fed Com 1H Well Danger Noodle 29-20 Fed Com 2H Well Danger Noodle 29-20 Fed Com 3H Well

Case No. 20963

Danger Noodle 29-20 Fed Com 4H Well Danger Noodle 29-20 Fed Com 5H Well Danger Noodle 29-20 Fed Com 6H Well Danger Noodle 29-20 Fed Com 7H Well

Devon Energy Production Company, L.P.

HEARING EXHIBITS

Case No. 20962

Reference: Application - Case No. 20962

Exhibit 1: Affidavit of Andy D. Bennett, Landman, and Supporting Documents

Exhibit 2: Affidavit of John Green, Geologist, and Supporting Documents

Exhibit 3: Notice Affidavit

Case No. 20963

Reference: Application - Case No. 20963

Exhibit 4: Affidavit of Andy D. Bennett, Landman, and Supporting Documents

Exhibit 5: Affidavit of Thomas Peryam, Geologist, and Supporting Documents

Exhibit 6: Notice Affidavit

STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY LP FOR A HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 20963

AFFIDAVIT OF THOMAS PERYAM

STATE OF OKLAHOMA) ss. COUNTY OF OKLAHOMA)

- I, being duly sworn on oath, state the following:
- 1. I am over the age of 18, and I have personal knowledge of the matters stated herein.
- 2. I am employed as a petroleum geologist for Devon Energy Production Company, L.P. ("Devon"), and I am familiar with the subject application and the geology involved.
- 3. This affidavit is submitted in connection with the filing by Devon of the above-referenced compulsory pooling application pursuant to 19.15.4.12.A(1), (6) NMAC.
- 4. I have testified previously by affidavit before the Oil Conservation Division ("Division") as an expert petroleum geologist; my credentials have been made a matter of record, and I have been qualified as an expert by the Division.
 - a. I hold a Bachelor's degree in Geology obtained from the University of Oregon, a Master's degree in Geology from New Mexico State University, and a Doctorate in Geology from the University of Oregon. I completed my education in 2012.



- b. I have been employed as a petroleum geologist with Devon since August, 2012.
- 5. **Exhibit A** is a Wolfcamp structure map. The unit being pooled is outlined by green rectangle. Strata dip approximately 25' south-eastward across the proposed pooling area. The apparent structural dip along the proposed Danger Noodle wellbores is around 0.25°. No major structural hazards exist at this location.
- 6. **Exhibit A** identifies wells in the vicinity of the proposed well, with a cross-section line running from A to A'.
 - 7. **Exhibit A** shows that the structure dips down to the east.
- 8. **Exhibit B** is a Wolfcamp stratigraphic cross-section hung on the top of the Wolfcamp Formation. The well logs on the cross-section give a representative sample of the Wolfcamp formation in the area and demonstrate reasonable well control. The target zone is the WFMP X subunit. The target zones are continuous across the well unit.
- 9. **Exhibit C** is a gross isochore of the Wolfcamp target formation. The map shows thickness for the total Wolfcamp intervals shown in **Exhibit B**. The Wolfcamp target interval is uniform across the proposed well unit.
 - 10. I conclude from the attached exhibits that:
 - a. The horizontal spacing and proration unit is justified from a geologic standpoint.
 - b. There are no structural impediments or faulting that will interfere with horizontal development.
 - c. Each quarter-quarter section in the unit will contribute more or less equally to production.

- 11. The preferred well orientation in this area is south-north. This is because the inferred orientation of the maximum horizontal stress is roughly E-W.
- 12. The Exhibits to this Affidavit were prepared by me, or compiled from Devon's company business records under my direct supervision.
- 13. The granting of this Application is in the interests of conservation, the prevention of waste, and the protection of correlative rights.
 - 14. The foregoing is correct and complete to the best of my knowledge and belief.

[Signature page follows]

FURTHER AFFIANT SAYETH NAUGHT

Thomas Peryam

Subscribed to and sworn before me this 10 day of December, 2019.

07004034 EXP. 05/07/23

Notary Public

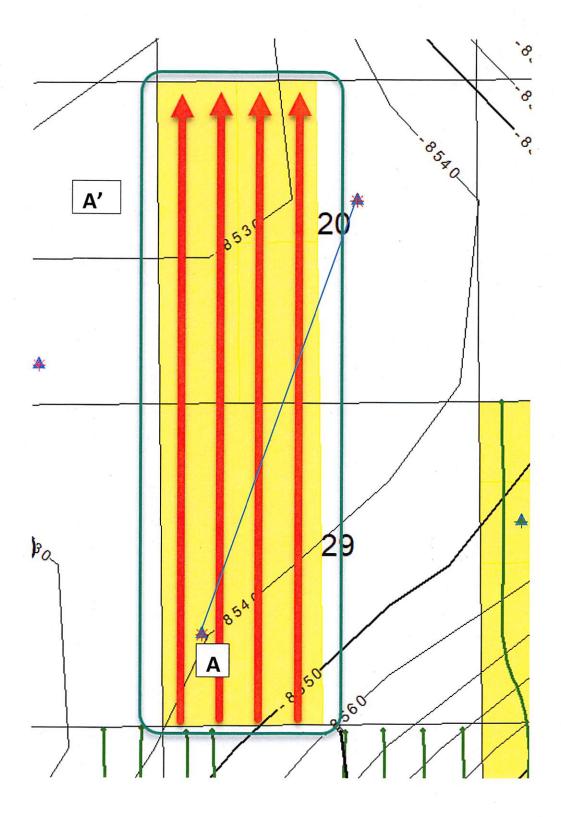


Exhibit A: Map showing structural depth of top of WFMP unit (SSTVD) and approximate location of four Wolfcamp wells. Nearby well symbols show location of local Wolfcamp penetrations.

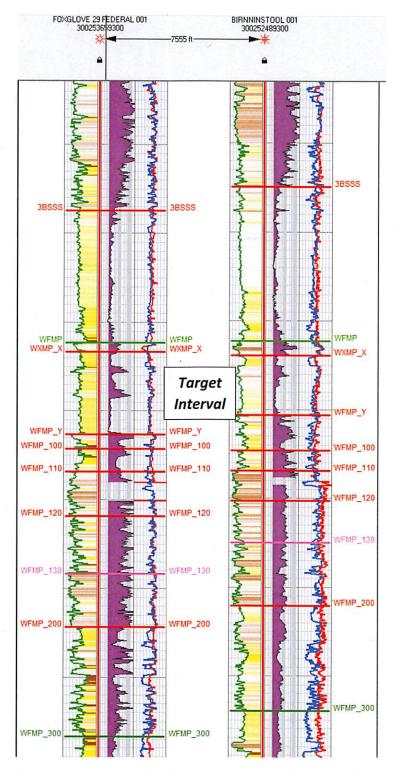


Exhibit B: Stratigraphic cross-section A to A', flattened on the top of the Wolfcamp Formation. Target intervals shown.

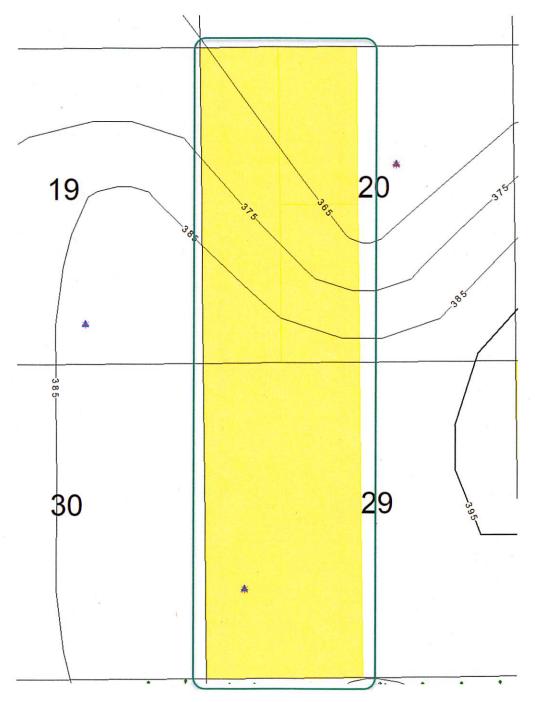


Exhibit C: Map showing isochore thickness of the target interval over the proposed pooling area.