District I

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

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

<u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV

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

N OCD - HOBBS 03|31|2020 RECEIVED Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

MENDED REPORT

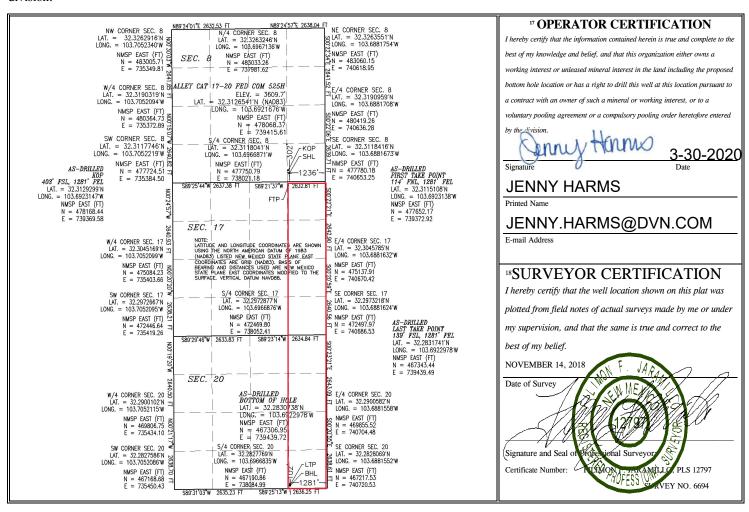
WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-025-46251	53800 2 Pool Code	53800 SAND DUNES; BONE SPRING		
<sup>4</sup> Property Code 322236		roperty Name T 17-20 FED COM	<sup>6</sup> Well Number <b>525H</b>	
<sup>7</sup> OGRID No.	8 O	<sup>9</sup> Elevation		
6137	DEVON ENERGY PRO	3609.7		

<sup>10</sup> Surface Location

					Sarrace	ounon			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	8	23 S	32 E	32 E 302 SOUTH 12		1236	EAST	LEA	
<sup>11</sup> Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the East/West line		County
P	20	23 S	32 E		102	SOUTH	1281	EAST	LEA
12 Dedicated Acres	s 13 Joint	or Infill	Consolidation Code 15 Order No.						
320-NSL									
	1								

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.



Inten	t	As Drill	ed	X									
API#		- <b></b>	]										
	)-025-40 rator Nar					Proper	rty Name	:					Well Number
DEVON ENERGY PRODUCTION CO., L.P.				L.P.		ALLEY C	AT 17	-20 FE	D CO	ОМ		525H	
Vick C	Off Point (	KUD)											
UL UL	Section	Township	Range	Lot	Feet	F,	rom N/S	Feet		From	n E/W	County	
Р	8	23S	32E	Lot	403	S	OUTH	128	1	EAS	T	County <b>LE</b>	<b>A</b>
Latitu	<sup>ide</sup> <b>32.312</b> !	9299			Longitu		692314	17				NAD <b>83</b>	
First 1	Take Poin	t (FTP)											
UL <b>A</b>	Section <b>17</b>	Township <b>23S</b>	Range <b>32E</b>	Lot	Feet <b>114</b>	Fi	rom N/S	Feet <b>128</b>	1	From	n E/W	County <b>LEA</b>	
Latitu	ıde		JEL		Longitu						NAD		
	32.311	.5108				103.6	592313	8				83	
		(1.70)											
	ake Point	1	L	T	Γ	T	110 5	. 1		- // 4.7			
UL <b>P</b>	Section <b>20</b>	Township <b>23S</b>	Range <b>32E</b>	Lot	Feet <b>139</b>	From N SOU	N/S Fee <b>TH 12</b>		From E EAST	-/W	Count <b>LEA</b>	У	
Latitu		831741			Longitu	ngitude NAI 103.6922978					NAD	83	
ls this	well the	defining w	ell for the	e Horiz	ontal Spa	acing Un	it?	NO	]				
ls this	well an i	nfill well?		YES	3								
lf infi	ll is yes p	olease prov	vide API i	f avail	able, Op	erator N	Name and	d well	numbe	er fo	r Defii	ning well	for Horizontal
	ng Unit.	·											
API#		251	]										
	30-025-46251 Operator Name:					Property Name:					Well Number		
•							•						

## 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



July 18, 2019

Ms. Kaitlyn A. Luck kaluck@hollandhart

## NON-STANDARD LOCATION

**Administrative Order NSL-7908** 

**Devon Energy Production, L.P.** [OGRID 6137] **Alley Cat 17 20 Federal Com Well No. 525H API No. 30-025-PENDING** 

## **Proposed Location**

	<b>Footages</b>	Unit/Lot	Sec.	Twsp	Range	County
Surface	302 FSL & 1236 FEL	P	8	23S	32E	Lea
First Take Point	100 FNL & 1280 FEL	A	17	23S	32E	Lea
Last Take Point	123 FSL & 1280 FEL	P	20	23S	32E	Lea
Terminus	20 FSL & 1280 FEL	P	20	23S	32E	Lea

## **Proposed Horizontal Spacing Unit**

Description	Acres	Pool	Pool Code
E2 E2 of Section 17	320	Sand Dunes; Bone Spring, South	53805
E2 E2 of Section 20			

Reference is made to your application received on June 27, 2019.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. Sub Paragraph (a) of Paragraph (1) of Subsection B of 19.15.16.15 NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal oil well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal oil well's completed interval penetrates, each of which consists of a governmental quarter-quarter section or equivalent.

This well's completed interval is as close as 40 feet to the western edge. Encroachments will impact the following tracts.

Section 17, encroachment to the W2 E2 Section 20, encroachment to the W2 E2

Administrative Order NSL-7908 Devon Energy Production, L.P. July 18, 2019 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.

The Division understands you seek this location as your preferred well spacing for horizontal wells in the area thereby preventing waste of oil and gas reserves underlying the horizontal spacing unit located within the Bone Spring formation underlying the E2 E2 of Section 17 and Section 20.

Your application has been filed under Subsection 6 of Paragraph of Section (C) of 19.15.16.15 NMAC, 19.15.15.13 NMAC and Paragraph (2) of Subsection A of 19.15.4.12 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.

ADRIENNE E. SANDOVAL
Division Director

AES/lrl

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