

NSL - 8421

Revised March 23, 2017

RECEIVED: 07/28/22	REVIEWER: LRL	TYPE: NSL	APP NO: pLEL2221053373
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: <u>Devon Energy Production Company, L.P.</u>	OGRID Number: <u>6137</u>
Well Name: <u>Prairie Fire 25-26 Fed Com 623H Well</u>	API: <u>30-015-Pending</u>
Pool: <u>WC 20S29E23; Wolfcamp</u>	Pool Code: <u>98357</u>

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
- A. Location – Spacing Unit – Simultaneous Dedication
- ☒ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD
- B. Check one only for [I] or [II]
- [I] Commingling – Storage – Measurement
- ☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
- [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery
- ☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR
- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
- A. ☒ Offset operators or lease holders
- B. ☐ Royalty, overriding royalty owners, revenue owners
- C. ☐ Application requires published notice
- D. ☐ Notification and/or concurrent approval by SLO
- E. ☒ Notification and/or concurrent approval by BLM
- F. ☐ Surface owner
- G. ☒ For all of the above, proof of notification or publication is attached, and/or,
- H. ☐ No notice required

FOR OCD ONLY

- ☐ Notice Complete
- ☐ Application Content Complete

- 3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Darin Savage

Print or Type Name

/s/ Darin Savage

Signature

July 27, 2022

Date

970-385-4401

Phone Number

darin@abadieschill.com

e-mail Address

SUBMITTED TO THE OIL CONSERVATION DIVISION:

Application of Devon Energy Production Company, L.P., for administrative approval of nonstandard well location (NSL) for its Prairie Fire 25-26 Fed Com 623H Well located in the N/2 S/2 of Sections 25 and 26, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico.

TABLE OF CONTENTS

Administrative Checklist for NSL

- Exhibit A: C-102 Forms, specifically identifying the NSL (19.15.15.13C)
- Exhibit B: A statement discussing the reasons for the unorthodox location (19.15.15.13C)
- Exhibit C: Tract map outlining the unit location of the unorthodox well with affected area tracts identified (19.15.15.13C)
- Exhibit D: A list of affected persons, with addresses, entitled to notice of the application, and a copy of the notice letter (19.15.15.13C)

Devon Energy Production Company, L.P.



For the Pursuit of Energy

ABADIE | SCHILL PC

Colorado	New Mexico
Louisiana	Texas
Kansas	Utah
Nebraska	Wyoming
Montana	California
Oklahoma	North Dakota

July 28, 2022

Adrienne Sandoval, Director
Oil Conservation Division
New Mexico Department of Energy
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Copy to: Leonard Lowe, Division Technical Examiner

Re: Application of Devon Energy Production Company, L.P., for administrative approval of unorthodox well location for its Prairie Fire 25-26 Fed Com 623H Well located in the N/2 S/2 of Sections 25 and 26, Township 20 South, Range 29 East NMPM, Eddy County, New Mexico.

Dear Director Sandoval:

Devon Energy Production Company, L.P., ("Devon"), OGRID No. 6137, is seeking administrative approval of an unorthodox well location ("NSL") for the Prairie Fire 25-26 Fed Com 623H Well (the "623H Well") (API 30-015-Pending) to be completed within the WC 20S29E23; Wolfcamp (Pool Code 98357) underlying the N/2 S/2 of Sections 25 and 26, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico. A C-102 for the Well is attached as Exhibit A. This is a horizontal well that will be drilled as follows:

- Surface Location (SL): Located in Section 30-T20S-R30E: 518' from the South line and 1031' from the West line of said Section.
- Bottom Hole Location (BHL): Located in Section 26-T20S-R29E: 2540' from the South line and 20' from the West line of said Section.
- First Take Point (FTP): Located in Section 25-T20S-R29E: 2540' from the South line and 100' from the East line of said Section.
- Last Take Point (LTP): Located in Section 26-T20S-R29E: 2540' from the South line and 100' from the West line of said Section.

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O : 970.385.4401 • F : 970.385.4901

Devon has included as Exhibit B a letter explaining why this application is needed. This well will produce from the WC 20S29E23; Wolfcamp (Pool Code 98357). The laydown unit follows the Division's statewide rules for oil well locations, and the completed interval for the proposed well is closer than 330' from the north boundary of the spacing unit.

The unorthodox location will encroach towards the S/2 N/2 unit in Sections 25 and 26, Township 20 South, Range 29 East, a unit owned and operated by Devon.

Devon owns 100% working interest in the S/2 N/2 of Section 25 and 26, which is the unit adjacent to the subject unit herein, that being the N/2 S/2. Since Devon is the applicant herein, and no other operators or working interest owners are involved, there should be no need to provide additional notice to any parties in the adjacent S/2 N/2 unit upon which the 623H Well encroaches, as the provisions of NMAC 19.15.4.12A(2) have been satisfied. Devon has provided notice to the Bureau of Land Management (BLM) as is customary in an NSL application when they own royalty interest in federal leases with respect to offsetting areas. Devon provides herein a sectional map of this area, attached as Exhibit C. Proof of mailing, along with a copy of the notice letter sent to listed affected persons and parties, which in this case includes only the BLM, is attached hereto as Exhibit D.

The N/2 S/2 unit in Sections 25 and 26 was the subject of Pooling Order No. R-21841 in Case No. 22157. Since the issuance of the Order, Devon has acquired 100% working interest in both the N/2 S/2 unit and the adjacent S/2 N/2 unit and has applied for APDs from the BLM to develop these spacing units. Once the APDs are issued, Devon plans to dismiss the pooling orders.

Your consideration in this matter is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read 'Darin C. Savage', written over a horizontal line.

Darin C. Savage
Attorney for Applicant

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
District III
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

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	
⁴ Property Code		⁵ Property Name PRAIRIE FIRE 25-26 FED COM			⁶ Well Number 623H
⁷ OGRID No. 6137		⁸ Operator Name DEVON ENERGY PRODUCTION COMPANY, L.P.			⁹ Elevation 3256.36

¹⁰ Surface Location

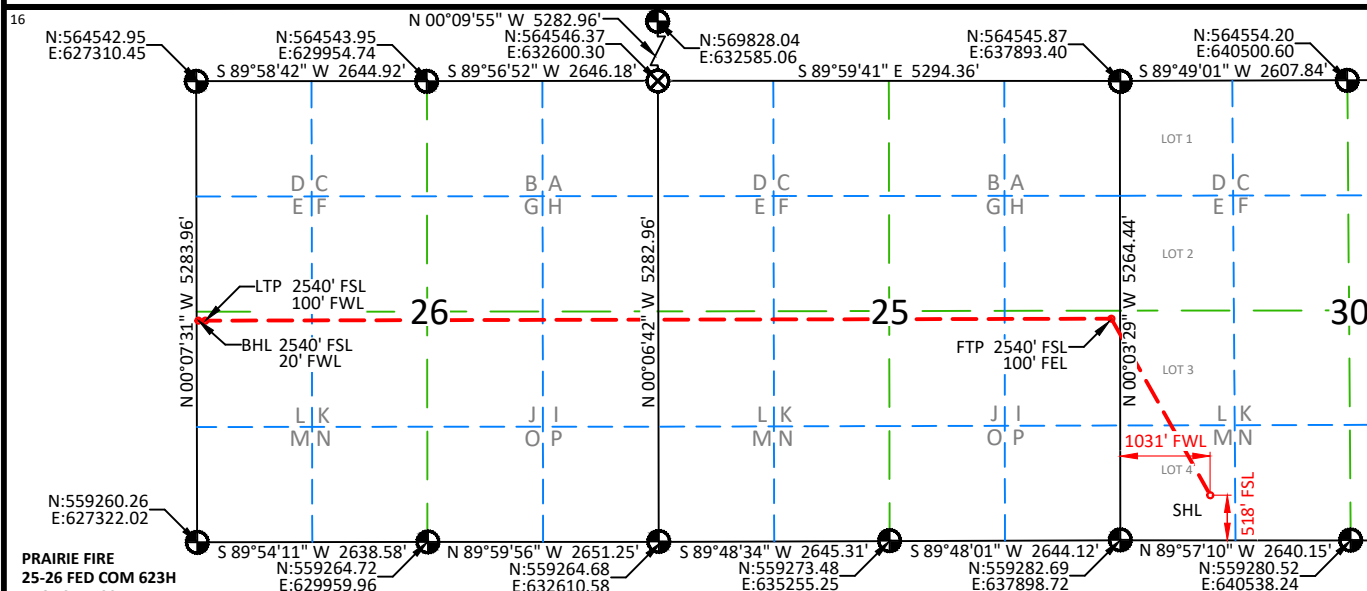
UL or lot no. M	Section 30	Township 20-S	Range 30-E	Lot Idn 4	Feet from the 518	North/South line SOUTH	Feet from the 1031	East/West line WEST	County EDDY
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¹¹ Bottom Hole Location If Different From Surface

UL or lot no. L	Section 26	Township 20-S	Range 29-E	Lot Idn N/A	Feet from the 2540	North/South line SOUTH	Feet from the 20	East/West line WEST	County EDDY
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¹² Dedicated Acres	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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.



PRAIRIE FIRE
25-26 FED COM 623H
518 FSL - 1031 FWL
SEC. 30, T20S, R30E
ELEV: 3256.36'
LAT: 32.5385474°
LON: -104.0166455°
N: 559799.29
E: 638929.03

FIRST TAKE POINT
2540' FSL - 100' FEL
SEC. 25, T20S, R29E
LAT: 32.5441158°
LON: -104.0203023°
N: 561821.74
E: 637796.18

LAST TAKE POINT
2540' FSL - 100' FWL
SEC. 26, T20S, R29E
LAT: 32.5441348°
LON: -104.0539868°
N: 561799.82
E: 627416.43

BOTTOM HOLE LOCATION
2540' FSL - 20' FWL
SEC. 26, T20S, R29E
LAT: 32.5441350°
LON: -104.0542464°
N: 561799.68
E: 627336.45

LEGEND

- FOUND USGLO B.C.
⊗ CALCULATED CORNER

¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature _____ Date _____

Printed Name _____

E-mail Address _____

NOTES:

1. BASIS OF BEARINGS, COORDINATES AND DISTANCES ARE A LAMBERT CONICAL PROJECTION OF THE NEW MEXICO COORDINATE SYSTEM, STATE PLANE GRID, NAD 83, NEW MEXICO EAST (3001) WITH A CONVERGENCE ANGLE OF -0°09'37.47" AND A COMBINED SCALE FACTOR OF 1.000237768 BASED ON CONTROL POINT CP FITZ BOOSTER AT N:556917.441 E:633268.606.
2. UNITS REPRESENTED ON THIS PLAT ARE IN US SURVEY FEET.

¹⁸ SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

05/12/2021

Date of Survey

Signature and Seal of Professional Surveyor:



Certificate No. 25339

Drawn by: JEB

Checked by:

EXHIBIT**A**

Intent ☐ As Drilled ☐

API #		
Operator Name: DEVON ENERGY PRODUCTION COMPANY, L.P.	Property Name: PRAIRIE FIRE 25-26 FED COM	Well Number 623H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
Latitude					Longitude			NAD	

First Take Point (FTP)

UL I	Section 25	Township 20-S	Range 29-E	Lot N/A	Feet 2540	From N/S SOUTH	Feet 100	From E/W EAST	County EDDY
Latitude 32.5441158°					Longitude -104.0203023°			NAD 83	

Last Take Point (LTP)

UL L	Section 26	Township 20-S	Range 29-E	Lot N/A	Feet 2540	From N/S SOUTH	Feet 100	From E/W WEST	County EDDY
Latitude 32.5441348°					Longitude -104.0539868°			NAD 83	

Is this well the defining well for the Horizontal Spacing Unit? ☐Is this well an infill well? ☐

If infill is yes provide API if available, Operator name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	Property Name:	Well Number

KZ 06/29/2018



Devon Energy Production Company LP
333 West Sheridan Avenue
Oklahoma City, OK 73102

405 552 8002 Phone
www.devonenergy.com

July 27, 2022

Mr. Leonard Lowe
New Mexico Oil Conservation Division
1220 South Francis Drive
Santa Fe, New Mexico 87505

RE: Application for Non-Standard Location
Engineering Statement
Devon Energy Production Company, L.P.
Prairie Fire 25-26 Fed Com 623H
N/2S/2 of Sections 25 and 26 of 20S-29E
Eddy County, New Mexico

Dear Mr. Lowe,

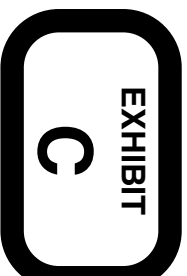
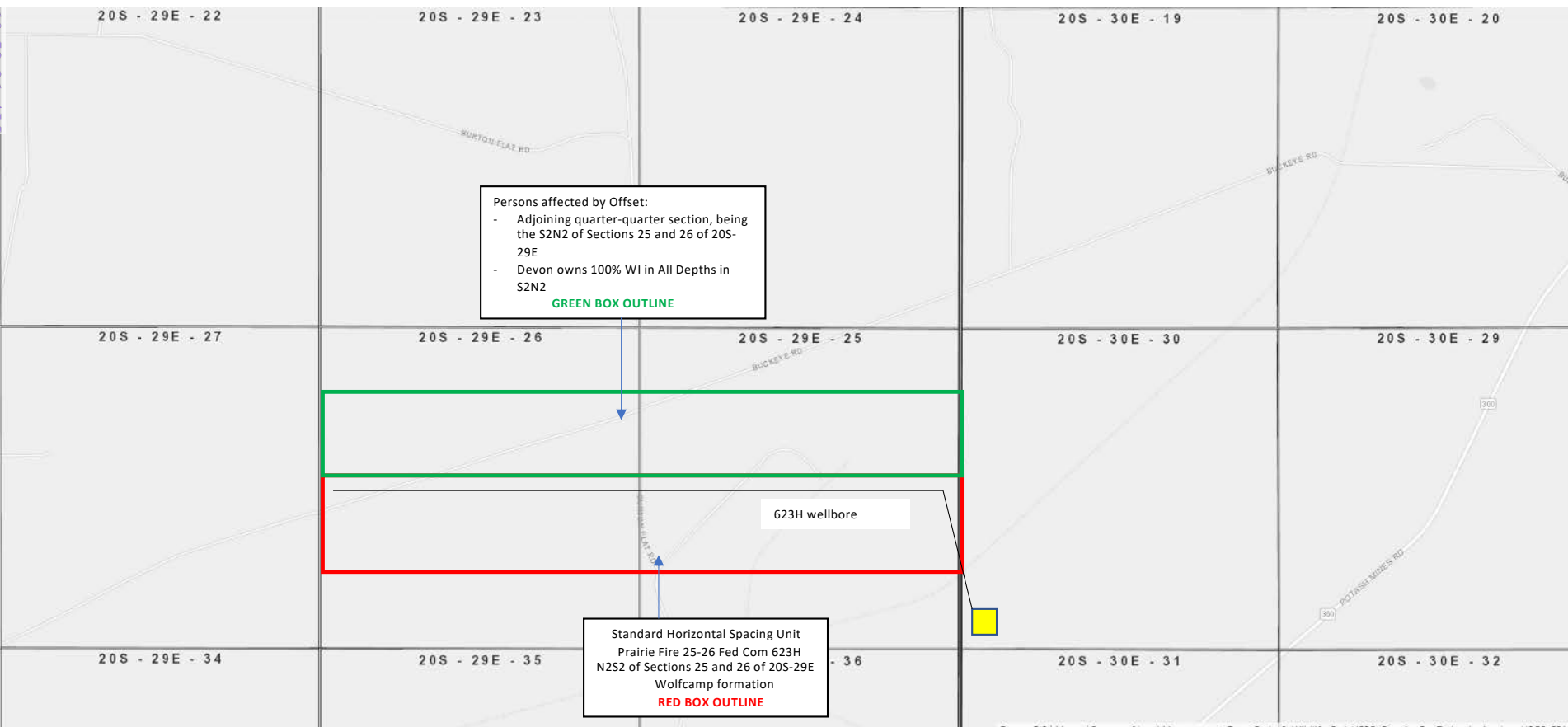
Devon Energy Production Company, L.P. ("Devon") respectfully requests administrative approval of a non-standard location for the Prairie Fire Well referenced above by decreasing the distance of the lateral from 330 feet to 100 feet from north horizontal plane boundary. The well is located in the WC 20S29E23; Wolfcamp (Pool Code 98357). It is Devon's responsibility as a prudent operator to locate the lateral for maximum production and to minimize reserves left in the ground. Based on Devon's anticipated offset operations and overall spacing and staggering development plan within Sections 25 and 26, the proposed location for the 623H is the ideal location. Devon has acquired 100% working interest in the unit described above containing the well, in addition to acquiring 100% working interest in the adjacent unit (S/2 N/2 of Sections 25 and 26) upon which the well encroaches, and therefore, Devon is in a position to locate the lateral in a manner to increase ultimate recovery of reserves and thereby prevent waste of natural resources.

Sincerely,

A handwritten signature in black ink, appearing to read "Keevin Barnes", written over a white background.

Keevin Barnes
Reservoir Engineer

EXHIBIT
B



Prairie Fire 25-26 Fed Com 623H							
Non-Standard Location							
Affected Parties							
Owner	Address	Interest	Certified Mail #	Date Mailed	Status	Date Delivered	Green Card Signed?
Bureau of Land Management	620 E. Greene St. Carlsbad, NM 88220		70220410000152269441	7/28/22			

EXHIBIT

D



For the Pursuit of Energy

ABADIE | SCHILL PC

Colorado	New Mexico
Louisiana	Texas
Kansas	Utah
Nebraska	Wyoming
Montana	California
Oklahoma	North Dakota

July 28, 2022

**VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED**

**NOTICE TO AFFECTED PERSONS/PARTIES
RE: APPLICATIONS FOR ADMINISTRATIVE
APPROVAL OF UNORTHODOX WELL LOCATION**

Re: Application of Devon Energy Production Company, L.P., for administrative approval of unorthodox well location for its Prairie Fire 25-26 Fed Com 623H Well located in the N/2 S/2 of Sections 25 and 26, Township 20 South, Range 29 East NMPM, Eddy County, New Mexico.

To the Parties/Persons this may concern:

Enclosed in this notice is of the above referenced application filed with the New Mexico Conservation Division on the date referenced above. You are being notified in your capacity as a person or party in an adjoining section or unit pursuant to our request for approval of an unorthodox location of the above-referenced well. Any objections that you have to this application must be filed in writing with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, within twenty (20) days from the date the Division receives the application filed for administrative approval by the Division. Email correspondence for this matter can be sent to the Division at OCD.Engineer@state.nm.us.

If you have any questions concerning this application, please contact:

Andy D. Bennett
Advising Landman
Devon Energy Production Company, L.P.
(405) 552-8002
Andy.Bennett@dvn.com

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O : 970.385.4401 • F : 970.385.4901

If you have no objections to this application, please sign the waiver as indicated below and return the original to the address listed on this letterhead. Your assistance and cooperation in this matter are appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read 'Darin C. Savage', written over a horizontal line.

Darin C. Savage

Attorney for Devon Energy
Production Company, L.P.

(See waiver on separate page below)

Waiver

_____ hereby waives objection to the above referenced Application for an Unorthodox Location for the Prairie Fire 25-26 Fed Com 623H Well located in the N/2 S/2 of Sections 25 and 26, Township 20 South, Range 29 East NMPM, Eddy County, New Mexico.

Dated: _____

Signature: _____

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

District III

1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 129633

CONDITIONS

Operator: DEVON ENERGY PRODUCTION COMPANY, LP 333 West Sheridan Ave. Oklahoma City, OK 73102	OGRID: 6137
	Action Number: 129633
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	NSL - 8421 is approved. The approved Order can be retrieved at the following OCD website link. https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx	7/29/2022