

State of New Mexico
Energy, Minerals and Natural Resources Department

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Mr. Darin Savage
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Administrative Order NSP – 2193

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Devon Energy Production Company, L.P. [OGRID 6137]

Marwari 21 16 State Federal Com Well No. 622H [API No. 30-025-48584]

Marwari 21 16 State Federal Com Well No. 623H [API No. 30-025-48585]

Marwari 21 16 State Federal Com Well No. 714H [API No. 30-025-48587]

E/2 W/2 & W/2 E/2 Section 21 and E/2 W/2 & W/2 E/2 Section 16, T25S R32E, Lea County

Reference is made to your application received on March 5th, 2024.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
E/2 W/2 Section 21	640	Wildcat; Upper Wolfcamp	98270
E/2 W/2 Section 16			

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter - quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(1) NMAC.

We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Lea County, New Mexico.

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 which are to be being included.

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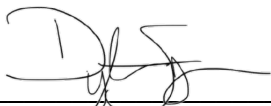
It is requested that a non-standard horizontal spacing unit is needed in order to avoid economic waste of duplicate production facilities, to optimizing revenue of production, to reduce surface impact and to protect the correlative rights within the Wolfcamp formation. Thereby, preventing waste underlying E/2 W/2, W/2 E/2 of Section 21 and the E/2 W/2, W/2 E/2 of Section 16.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following e-mail address: ocd.engineer@emnrd.nm.gov of notice for additional wells.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



DYLAN M. FUGE
DIRECTOR (ACTING)
DMF/lrl

Date: 6/5/24

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
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CONDITIONS

Action 351683

CONDITIONS

Operator: DEVON ENERGY PRODUCTION COMPANY, LP 333 West Sheridan Ave. Oklahoma City, OK 73102	OGRID: 6137
	Action Number: 351683
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	6/6/2024