

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

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Cabinet Secretary

Dylan M. Fuge
Deputy Secretary

Dylan M. Fuge, Division Director (Acting)
Oil Conservation Division



Mr. Darin Savage
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ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 8756

Devon Energy Production Company, L.P. [OGRID 6137]
Spud Muffin 31 30 Well No. 834H
API No. 30-015-49709

Reference is made to your application received on April 26th, 2024.

Proposed Location

| | Footages | Unit/Lot | Sec. | Twsp | Range | County |
|------------------|--------------------|-----------------|-------------|-------------|--------------|---------------|
| Surface | 475 FSL & 2490 FWL | N | 31 | 23S | 29E | Eddy |
| First Take Point | 100 FSL & 2310 FEL | O | 31 | 23S | 29E | Eddy |
| Last Take Point | 100 FNL & 2310 FEL | B | 30 | 23S | 29E | Eddy |
| Terminus | 20 FNL & 2310 FEL | B | 30 | 23S | 29E | Eddy |

Proposed Horizontal Gas Units

| Description | Acres | Pool | Pool Code |
|--------------------|--------------|----------------------------|------------------|
| E/2 Section 31 | 640 | Purple Sage; Wolfcamp, Gas | 98220 |
| E/2 Section 30 | | | |

You have requested to complete this horizontal well as a **gas** well described above in the referenced pool or formation. This well is governed by special rules R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line. The completed intervals of horizontal wells are to be located no closer than 330 feet to the exterior boundary of a standard 320 - acre **gas** spacing unit.

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Devon Energy Production Company, L. P.
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The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

The well's completed interval is as close as 100 feet to the southern and northern boundary of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 6, T24S, R29E, encroachment to the NE/4
Section 19, encroachment to the SE/4

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.

Division understands you are seeking this unorthodox location to increase the ultimate recovery of reserves within the Wolfcamp formation underlying E/2 of Section 31 and the E/2 of Section 30, and thereby preventing waste.

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

Per Subsection B of 19.15.15.13 NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

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.



DYLAN M. FUGE
Division Director (Acting)
DMF/lrl

Date: 5/30/24

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

CONDITIONS

Action 355683

CONDITIONS

| | |
|---|--|
| Operator: DEVON ENERGY PRODUCTION COMPANY, LP 333 West Sheridan Ave. Oklahoma City, OK 73102 | OGRID: 6137 |
| | Action Number: 355683 |
| | Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO) |

CONDITIONS

| | | |
|------------|-----------|----------------|
| Created By | Condition | Condition Date |
| llowe | None | 6/18/2024 |