## State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham

Governor

Melanie A. Kenderdine

Cabinent Secretary

Ben Shelton Deputy Secretary

Erin Taylor

Deputy Secretary

Mr. Darin Savage darin@abadieschill.com

Albert Chang Division Director Oil Conservation Division



#### ADMINISTRATIVE NON-STANDARD LOCATION

**Administrative Order NSL - 8987** 

Devon Energy Production Company, L.P. [OGRID 6137] War Club 3 4 Federal Com Well No. 622H API No. 30-015-PENDING

Reference is made to your application received on May 26<sup>th</sup>, 2025.

#### **Proposed Location**

	<b>Footages</b>	Unit/Lot	Sec.	Twsp	Range	County
Surface	1027 FNL & 400 FEL	A/1	03	22S	27E	Eddy
First Take Point	2160 FNL & 100 FEL	Н	03	22S	27E	Eddy
Last Take Point	2160 FNL & 100 FWL	E	04	22S	27E	Eddy
Terminus	2160 FNL & 20 FWL	E	04	22S	27E	Eddy

#### **Proposed Horizontal Gas Units**

Description	Acres	Pool	Pool Code
N/2 Section 03	639.26	Purple Sage; Wolfcamp, Gas	98220
N/2 Section 04			

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.

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

Administrative Order NSL - 8987 Devon Energy Production Company, L. P. Page 2 of 2

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 eastern and western boundary of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 02, encroachment to the NW/4 Section 05, encroachment to the NE/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.

The Division understands you are seeking this unorthodox location to minimize reserves left in the ground, thus allowing the increase of the horizontal lateral within the Wolfcamp formation underlying N/2 of Section 03 and the N/2 of Section 04 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.

Date: 7/3/2025

Albert Chang
Albert Chang

Division Director

AC/lrl

Released to Imaging: 7/10/2025 3:18:03 PM

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NS	/ -	X	9	87	/

ID NO. 467071 RECEIVED: 05/26/25

REVIEWER:

TYPE:

APP NO:

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

### **NEW MEXICO OIL CONSERVATION DIVISION**



Revised March 23, 2017

- Geological & Engineerin 1220 South St. Francis Drive, San	
	TO, THE OF COO
ADMINISTRATIVE APPLICAT	
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLIC REGULATIONS WHICH REQUIRE PROCESSING AT TH	
Applicant: <u>Devon Energy Production Company, L.P.</u>	OGRID Number: 6137
Vell Name: War Club 3-4 Fed Com 622H Well	API: PENDING
ool: <u>Purple Sage Wolfcamp (Gas) Pool</u>	Pool Code: <u>98220</u>
SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED BEL	
1) TYPE OF APPLICATION: Check those which apply for [A. Location – Spacing Unit – Simultaneous Dedication – Spacing Unit – Simultaneous Dedication – NSL NSP (PROJECT AREA) NSP	
[ II ] Injection – Disposal – Pressure Increase – Enh	EOR PPR FOR OCD ONLY
B. Royalty, overriding royalty owners, revenue of C. Application requires published notice D. Notification and/or concurrent approval by S. Notification and/or concurrent approval by S. Surface owner G. For all of the above, proof of notification or p. No notice required	Content Complete
3) CERTIFICATION: I hereby certify that the information so administrative approval is accurate and complete to understand that no action will be taken on this applic notifications are submitted to the Division.	the best of my knowledge. I also
Note: Statement must be completed by an individual wit	th managerial and/or supervisory capacity.
	May 23, 2025
Darin Savage	Date
Print or Type Name	970-385-4401
/s/ Darin Savage	Phone Number darin@abadieschill.com
Signature	e-mail Address



#### **ABADIE I SCHILL PC**

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

May 23, 2025

Gerasimos Razatos, Director (Acting) 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 War Club 3-4 Fed Com 622H Well located in the N/2 of Sections 3 and 4, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico.

Dear Acting Director Razatos:

Devon Energy Production Company, L.P. ("Devon"), OGRID No. 6137, is seeking administrative approval of an unorthodox well location ("NSL") for the War Club 3-4 Fed Com 622H Well (the "622H Well") (API No. Pending) to be completed within the Purple Sage; Wolfcamp (Gas) Pool (Pool Code 98220) underlying a standard 639.26-acre, more or less, horizontal spacing unit comprised of the N/2 of Sections 3 and 4, Township 22 South, Range 27 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): 1027' from the North line and 400' from the East line (Lot 1) of Section 3, Township 22 South, Range 27 East;
- First Take Point (FTP): 2160' from the North line and 100' from the East line (Unit H) of Section 3, Township 22 South, Range 27 East;
- Last Take Point (LTP): 2160' from the North line and 100' from the West line (Unit E) of Section 4, Township 22 South, Range 27 East;
- Bottom Hole Location (BHL): 2160' from the North line and 20' from the West line (Unit E) of Section 4, Township 22 South, Range 27 East.

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 Purple Sage Wolfcamp Pool (Pool Code 98220). The special Division rules for the Purple Sage; Wolfcamp Pool establish 330' foot setback requirements which are laid out in Order No. R-14262. The first and last take points for the proposed well are closer than 330' from the boundary of the spacing unit.

The unorthodox location will encroach towards the NW/4 of Section 2 and the NE/4 of Section 5, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico.

Devon attests that, on or before submission of this application, it sent notice to the affected persons in (1) the adjoining spacing unit which covers the W/2 of Section 2; and (2) the adjoining horizontal spacing unit which covers the N/2 of Sections 5 and 6, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico; said notice as described satisfies all provisions of 19.15.4.12A (2) NMAC; copies of the application and required plat maps were furnished. Devon has also sent notice to the Bureau of Land Management and to the New Mexico State Land Office to the extent that federal and state leases are involved, pursuant to 19.15.2.7A(8)(d) NMAC. 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, is attached hereto as Exhibit D. The pooling case associated with this application is Case No. 25258.

Your consideration in this matter is appreciated.

Sincerely,

Darin C. Savage
Attorney for Applicant

#### SUBMITTED TO THE OIL CONSERVATION DIVISION:

Application of Devon Energy Production Company, L.P. for administrative approval of unorthodox well location for its **War Club 3-4 Fed Com 622H Well** located in the N/2 of Sections 3 and 4, all in Township 22 South, Range 27 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 and parties, with addresses, entitled to notice of

the application, along with a copy of the notice letter sent to affected

persons and parties (19.15.15.13C)

**Devon Energy Production Company, L.P.** 

<u>C-10</u>	02				ls & Natu	ral	lew Mexico Resources Depar			Revised Septe	ember 17, 2024
	lectronically Permitting						Submittal Type:				
								☐ As Drilled			
4 TO 7 3 7			D. 1 G. 1		ELL LOCA		ON INFORMATIO	N			
APIN	umber		Pool Cod 98220	е			ool Name PURPLE SAGE;W	VOLFCA	MP (GA	S)	
Property Code Property Name					·			Well Number			
WAR CLUB 3-4 FED COM OGRID No. Operator Name					622H Ground Level	Elevation					
OGNID	6137		operator		NENERGY	PR	ODUCTION COMPA	NY, L.P.		3134.0'	Dicvacion
Surfac	e Owner:	□State □	Fee □Tril	al XFe	deral		Mineral Owner:	□State	⊠Fee □	Tribal XFederal	
UL	Section	Township	Range	Lot	St Ft. from		ce Location  Ft. from E/W	Latitude		Longitude	County
OL.	3	22-S	27-E	1	1027' 1	•	400' E	32.426	387	104.170306	EDDY
		22 3	21 E	1				52.420	307	104.170300	EDD1
UL	Section	Township	Range	Lot	Ft. from		Hole Location  Ft. from E/W	Latitude		Longitude	County
E	4	22-S	27-E	Lot	2160 N	,	20' W	32.423	1 07	104.203245	EDDY
L	4	22-S	21-E		2100 N	N	20 W	32.423	107	104.203243	EDDI
Dedicat	ed Acres	Infill or Def	ining Well	Defining	Well API Ox	verla	apping Spacing Unit	(Y/N)	Consolid	lation Code	
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					Kick	Off	Point (KOP)				
UL	Section	Township	Range	Lot	Ft. from	N/S	Ft. from E/W	Latitude		Longitude	County
Н	3	22-S	27-E		2160' N		39' E	32.4232	2	104.1691	EDDY
					First	Tak	ke Point (FTP)				
UL	Section	Township	Range	Lot	Ft. from	N/S	Ft. from E/W	Latitude		Longitude	County
H	3	22-S	27-E		2160' N	N	100' E	32.423	277	104.169391	EDDY
	'				Last	Tak	ce Point (LTP)				
UL	Section	Township	Range	Lot	Ft. from	N/S	Ft. from E/W	Latitude		Longitude	County
E	4	22-S	27-E		2160' N	N	100' W	32.423	187	104.202985	EDDY
					Spacin		nit Type Horizont HORIZONTAL	al Verti	cal	Ground Floor Ele	vation:
						-					
		FICATIONS information cor	ntained herein i	s true and co	omplete to the be	est	SURVEYOR CERTIFICA				
of my kn	owledge and b	belief, and, if the	well is a vertice	al or directi	onal well, that th terest in the land	is -	I hereby certify that the wel of actual surveys made by r				
including	the proposed	bottom hole loca	ation or has a r	ight to drill t	this well at this		correct to the best of my be		1		_
		contract with an o			or unleased ory pooling orde	r				a ERT M.	DEHOL
	e entered by t		0 0	1	71 8					A WEX	/° /° S/
					on has received	the					
		lessee or owner on the target pool			eased mineral part of the well's	s				23261	1 /2/
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division.	Shandu	Thanks	9/24/2	4						1	
Signa	ture		Date			s	Signature and Seal	of Profe	ssional S	Surveyor / ONAL	50,
Shan	dee Thon	nas									
	ed Name					C	Certificate Number	Date of	Survev		
		nas@dvn.co	om			_   -			•		
Email	Address						23261	4/20	124		
I											



This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

A = N:519870.78 E:581409.22 B = N:519890.05 E:586723.95 C = N:519898.70 E:589389.60

= N:519898.70 E:589389.60 = N:519919.15 E:592053.18

E = N:517252.01 E:592015.61 F = N:514605.47 E:592087.50

G = N:514648.62 E:586820.31 H = N:514624.74 E:581530.23

I = N:517282.18 E:581466.68

SURFACE HOLE LOCATION
GEODETIC COORDINATES NAD 83
NMSP EAST SURFACE LOCATION
1027' FNL 400' FEL SEC. 3
EL: 3134.0'

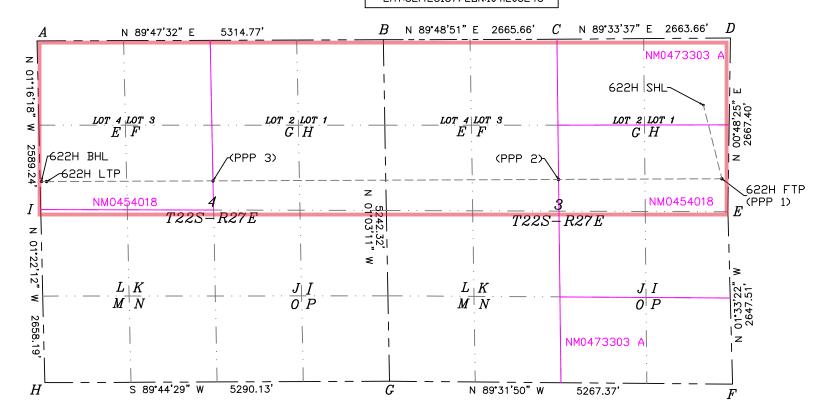
N:518889.22/E:591638.63 LAT:32.426387/LDN:104.170306

KICK DFF PDINT CALLS: 2160' FNL 39' FEL N: 517759 / E: 592028 LAT: 32.4232 / LDN: 104.1691 FIRST TAKE PDINT(PPP 1) 2160' FNL 100' FEL SEC. 3 N:517758.08/E:591922.73 LAT:32.423277/LDN:104.169391

LAST TAKE PDINT 2160' FNL 100' FWL SEC. 4 N:517711.30/E:581557.18 LAT:32.423187/LDN:104.202985

BOTTOM HOLE LOCATION 2160' FNL 20' FWL SEC. 4 N:517711.01/E:581477.16 LAT:32.423187/LDN:104.203245 <u>PPP2</u> 2152' FNL 2606' FEL SECTION 3 N:517746.77/E:589415.85 LAT:32.423256/LON:104.177516

PPP3 2158' FNL 2652' FEL SECTION 4 N:517722.83/E:584111.30 LAT:32.423210/LON:104.194708





Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 228 4214 Phone www.devonenergy.com

March 25, 2025

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

RE: Application for Non-Standard Location Engineering Statement Devon Energy Production Company, L.P. War Club 3-4 Fed Com 621H, 622H, 821H, & 822H Lots 1-4 & S/2N/2 of Sections 3 & 4, T22S-R27E Eddy County, New Mexico

Dear Mr. Lowe:

Devon Energy Production Company, LP ("Devon") respectfully requests administrative approval of non-standard locations for the War Club 3-4 Fed Com 621H, War Club 3-4 Fed Com 622H, War Club 3-4 Fed Com 821H, and War Club 3-4 Fed Com 822H (the "Wells") referenced above. The Wells are in the Purple Sage; Wolfcamp Pool (Pool Code 98220) with first and last take points planned at roughly 100' FEL and FWL, respectively. It is Devon's responsibility as a prudent operator to minimize reserves left in the ground. Decreasing the first and last take points from 330' will allow for increase in potential completed horizontal lateral, thereby increasing the ultimate recovery of reserves and thereby preventing waste of natural resources.

Respectfully,

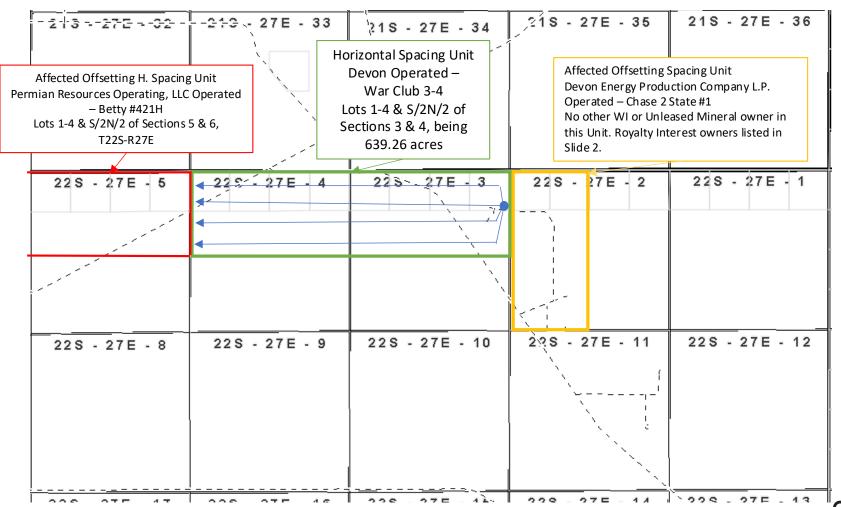
Devon Energy Production Company, L.P.

Kyle Laite

Reservoir Engineer



# War Club 3-4 Fed Com 621H, 622H, 821H, & 822H: NSL



EXHIBIT

USPSArticleNumber	DateMailed ReferenceNumber	Name1	Address1	Address2	City	State	Zip
9314869904300135512076	5/23/25 4188.84 - NSL - War Club WC N2 622H	Bureau of Land Management	620 E. Greene Street		Carlsbad	NM	88220-6292
9314869904300135512083	5/23/25 4188.84 - NSL - War Club WC N2 622H	Mewbourne Oil Company	500 W. Texas Ave.	Suite 1200	Midland	TX	79701
9314869904300135512090	5/23/25 4188.84 - NSL - War Club WC N2 622H	Jessie W. Laman	1419 Eagle Ave.		Carlsbad	NM	88220
9314869904300135512106	5/23/25 4188.84 - NSL - War Club WC N2 622H	The Allar Company	PO Box 1567		Graham	TX	76450
9314869904300135512113	5/23/25 4188.84 - NSL - War Club WC N2 622H	Lula Gray	304 Grassburr Lane		Carlsbad	NM	88220
9314869904300135512120	5/23/25 4188.84 - NSL - War Club WC N2 622H	Ross Duncan Properties LLC	PO Box 647		Artesia	NM	88211
9314869904300135512137	5/23/25 4188.84 - NSL - War Club WC N2 622H	PDIII Exploration LTD.	PO Box 871		Midland	TX	79702
9314869904300135512144	5/23/25 4188.84 - NSL - War Club WC N2 622H	Paloma Mineral Partners LLC	6 Desta Drive	Suite 6400	Midland	TX	79705
9314869904300135512151	5/23/25 4188.84 - NSL - War Club WC N2 622H	Osprey Oil and Gas II LLC	707 N. Carrizo Street		Midland	TX	79701
9314869904300135512168	5/23/25 4188.84 - NSL - War Club WC N2 622H	Olli Energy LLC	2540 King Arthur Blvd.	Suite 209K	Lewisville	TX	75056
9314869904300135512175	5/23/25 4188.84 - NSL - War Club WC N2 622H	Hatch Royalty LLC	600 W. 5th Street	Suite 1250	Austin	TX	78701
9314869904300135512182	5/23/25 4188.84 - NSL - War Club WC N2 622H	Word Oil and Gas Resources LLC	1204 W. Cuthbert Ave.		Midland	TX	79701
9314869904300135512199	5/23/25 4188.84 - NSL - War Club WC N2 622H	Vamos Mineral Partners	1003 N. Big Spring Street		Midland	TX	79701
9314869904300135512205	5/23/25 4188.84 - NSL - War Club WC N2 622H	S. Philip Pinkston Jr.	5340 Longview Street		Dallas	TX	75206-5604
9314869904300135512212	5/23/25 4188.84 - NSL - War Club WC N2 622H	State of New Mexico Land Office	310 Old Santa Fe Trail		Santa Fe	NM	87501
9314869904300135512229	5/23/25 4188.84 - NSL - War Club WC N2 622H	Extex Operating Company	1616 S. Voss Road	Suite 400	Houston	TX	77057





#### **ABADIE I SCHILL PC**

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

May 23, 2025

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 War Club 3-4 Fed Com 622H Well located in the N/2 of Sections 3 and 4, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico.

To the Parties/Persons this may concern:

Enclosed in this notice are copies 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 tract or unit pursuant to our request for approval of an unorthodox location of the above-referenced well. Any objections that you have to the above-referenced application must be filed in writing (by email or letter) 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. This Application would have been filed with, and received by, the Division either on the date of this letter as referenced above, or no later than two (2) days after the date referenced above. Email correspondence for this matter can be sent to the Division at OCD. Engineer@emnrd.nm.gov.

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

Jake Nourse Staff Landman Devon Energy Corporation (405) 228-2856 Jake.Nourse@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 these applications, 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,

Darin C. Savage

Attorney for Devon Energy Production Company, L.P.

	Waiver
	hereby waives objection to the above referenced ox Location for the War Club 3-4 Fed Com 622H Well located in the in Township 22 South, Range 27 East, NMPM, Eddy County, New
Dated:	Signature:

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Action 467071

#### **CONDITIONS**

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	467071
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

#### CONDITIONS

Created By		Condition Date
llowe	This NSL order was approved with a pending API number well. The owner of the NSL shall update the OCD when an API number is assigned to the pending APD well by sending an e-mail to ocd.engineer@emnrd.nm.gov. TITLED: (Updating NSL-XXX with API number of the Well Name).	7/10/2025