

**STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION**

**APPLICATION OF DEVON ENERGY PRODUCTION
COMPANY LP TO AMEND ORDER NO. R-21261 FOR
A ONE-YEAR EXTENSION OF THE WELL
COMMENCEMENT DEADLINE**

**Case No. _____;
Reopen Case No. 20962 and Amend
Order No. R-21261**

APPLICATION

Devon Energy Production Company, L.P., (“Devon”), OGRID No. 6137, through its undersigned attorneys, hereby files this Application with the New Mexico Oil Conservation Division (“Division”), pursuant to Paragraphs 19 and 20 of Division Order No. R-21261, in order to reopen Case No. 20962, and request a one-year extension of the well commencement deadline in the Order, which was issued April 18, 2020. This Order pooled all uncommitted interests in the Bone Spring formation underlying the W/2 of Sections 20 and 29, Township 23 South, Range 33 East, NMPM, Lea County, New Mexico, and granted Devon the operating rights for development of these lands as a unit. Paragraph 20 of the Order allows for an extension by amendment for good cause shown.

In support of its Application, Devon states the following. (1) Devon is in good standing under state-wide rules and regulations with respect to Order No. R-21261; (2) Devon in good-faith has made substantial progress toward the development of unit since the Order was issued, by negotiating and entering into JOAs with all the working interest owners except one, who owns a very small amount of interest and who has not made an election; (3) Devon has experienced delays and logistical issues in its drilling plans and operations for the Bone Spring formation in these lands, due to a contraction of rig availability under the current economic downturn due to COVID-

19 and other factors; (4) Devon, through its efforts, was able to drill and complete the wells in companion Case No. 20963 for the same lands in the Wolfcamp formation, which demonstrates Devon's commitment to the development of the lands, and Devon remains committed to drilling the wells in these lands for the Bone Spring formation; and (5) Devon will continue to work with the remaining uncommitted interest owner and provide it with an updated Order, with Extension, if granted.

WHEREFORE, Devon respectfully requests that this Application be set for hearing before an Examiner of the Oil Conservation Division on February 4, 2021, and after notice and hearing as required by law, that, based on good cause shown by Devon in enumerated Items (1) through (5) above, the Division amend Order No. 21261 in a manner that provides for a one-year extension of the well commencement deadline, through April 18, 2022, and that affords Devon the opportunity to continue its development of the unit without interruption.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage

Darin C. Savage
Andrew D. Schill
William E. Zimsky
214 McKenzie Street
Santa Fe, New Mexico 87501
Telephone: 970.385.4401
Facsimile: 970.385.4901
darin@abadieschill.com
andrew@abadieschill.com
bill@abadieschill.com

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

Application of Devon Energy Production Company, L.P., to Amend Order No. R-21261 for a One-Year Extension of the Well Commencement Deadline, Lea County, New Mexico. Applicant in the above-styled cause seeks to re-open Case No. 20962 and amend Division Order No. R-21261 in order to obtain, based on good cause shown, a one-year extension of the well commencement deadline, through April 18, 2022. Order No. R-21261 pooled uncommitted interest owners and granted Applicant operating rights for three wells: (1) Danger Noodle 29-20 Fed Com Well No. 1H; (2) Danger Noodle 29-20 Fed Com Well No. 2H; and (3) Danger Noodle 29-20 Fed Com Well No. 3H; proposed to be drilled into the Bone Spring formation underlying the W/2 of Sections 20 and 29, Township 23 South, Range 33 East, NMPM, Lea County, New Mexico.