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-21082-A FOR A ONE-YEAR EXTENSION OF THE WELL COMMENCEMENT DEADLINE

Case No. _____; Reopen Case No. 21267 and Amend Order No. R-21082-A

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 13 and 14 of Division Order No. R-21082-A, in order to reopen Case No. 21267, and request a one-year extension of the well commencement deadline in the Order, which was issued May 20, 2020. This Order pooled all uncommitted interests in the Wolfcamp formation underlying the W/2 of Section 24, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico ("Subject Lands"), and granted Devon the operating rights for development of these lands as a unit. Paragraph 14 of the Order allows for an extension by an amendment for good cause shown. Division Order No. R-21082-A was issued to pool the uncommitted interests in the Subject Lands and to conform existing Order No. R-21082, issued from Case Nos. 20794, to the terms of the Division's updated pooling order template.

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-21082-A; (2) Devon has made progress toward developing the unit by accomplishing a trade that has provided Devon with 100% of the working interest in the unit, and the remaining interest owners subject to the pooling order are owners of overriding royalty interests; (3) Devon has experienced changes in its drilling schedule due to COVID-19 and current market conditions; and (5) Devon will continue to work with the remaining interest owners and provide them 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 March 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. R-21082-A, in a manner that provides for a one-year extension of the well commencement deadline, through May 20, 2022, and 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: 970.385.4401 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-21082-A for a One-Year Extension of the Well Commencement Deadline, Lea County, New Mexico. Applicant in the above-styled cause seeks to amend Division Order No. R-21082-A in order to obtain a one-year extension of the well commencement deadline. Order No. R-21082-A pooled uncommitted interest owners and granted Applicant operating rights for four wells: (1) Sneaky Snake 24 Fed Com 1H Well; (2) Sneaky Snake 24 Fed Com 2H Well; and (3) Sneaky Snake 24 Fed Com 3H Well; and (4) Sneaky Snake 24 Fed Com 4H Well proposed to be drilled into the Wolfcamp formation underlying the W/2 of Section 24, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico. The wells and lands are located directly southwest of Eunice, New Mexico.