

RECEIVED: <u>4/25/2018</u>	REVIEWER: <u>LRL</u>	TYPE: <u>NSL</u>	APP NO: <u>PMAM 18/1558356</u>
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
 REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: <u>Devon Energy Production Company, L.P.</u>	OGRID Number: <u>6137</u>
Well Name: <u>Mean Green 23-35 Fed Com 1H</u>	API: <u>30-025-44595</u>
Pool: <u>Jabalina; Wolfcamp, Southwest</u>	Pool Code: <u>96776</u>

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION
 INDICATED BELOW**

NSL-7701

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
 A. Location – Spacing Unit – Simultaneous Dedication
☒ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD
- B. Check one only for [I] or [II]
 [I] Commingling – Storage – Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
 [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR
- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
 A. ☐ Offset operators or lease holders
 B. ☐ Royalty, overriding royalty owners, revenue owners
 C. ☐ Application requires published notice
 D. ☐ Notification and/or concurrent approval by SLO
 E. ☐ Notification and/or concurrent approval by BLM
 F. ☐ Surface owner
 G. ☐ For all of the above, proof of notification or publication is attached, and/or,
 H. ☒ No notice required

FOR OCD ONLY

- ☐ Notice Complete
☐ Application
 Content
 Complete

- 3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jeff Ramsdell

Print or Type Name

Signature

Date

405-552-8099

Phone Number

Jeff.Ramsdell@dv.com

e-mail Address



Devon Energy Production Company, L.P.
333 West Sheridan Avenue
Oklahoma City, OK 73102

405 235 3611 Phone
www.devonenergy.com

April 24, 2018

APR 25 2018 PM 02:21

VIA FED EX OVERNIGHT MAIL

New Mexico Oil Conservation Division
Attn: Mr. Leonard Lowe
1220 South St. Francis Drive
Santa Fe, NM 87505

**Re: Application for a Non-Standard Location
Mean Green 23-35 Fed Com 1H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico**

Dear Mr. Lowe,

Devon Energy Production Company, L.P. ("Devon") respectfully requests administrative approval of an unorthodox well location for the Mean Green 23-35 Fed Com 1H to be completed in the JABALINA;WOLFCAMP, SOUTHWEST Pool (96776), API Number 30-025-44595. As shown on the enclosed C-102, the permitted surface location is 2,449' FSL and 890' FEL of Section 23-T26S-R34E, with a permitted bottom hole location 200' FSL and 1,026' FEL of Section 35-T26S-R34E. The projected FTP (first take point) is expected to be approximately 2,310' FSL and 1,026' FEL of Section 23-T26S-R34E, and projected LTP (last take point) is expected to be approximately 330' FSL and 1,026' FEL of Section 35-T26S-R34E. The completed interval for this well will be unorthodox because it is closer than 330 feet to the northwestern, western and southwestern boundaries of the project area. The reason for permitting this well at an unorthodox location is to maximize recovery by using Devon's preferred well spacing for horizontal wells.

Please be advised the parties named on "list of affected parties" own 100% of the leasehold in Sections 23, 26 and 35-26S-34E; therefore, notice is not required. All parties listed have been sent a courtesy copy of this application. In addition, notification is not required to the offsetting operator/leaseholder to the southwest (Tract 4) due to the acreage being located in Texas.

Enclosed for your review are the following:

- Form C-102 for the Mean Green 23-35 Fed Com 1H
- Land plat showing the project area for the Mean Green 23-35 Fed Com 1H lateral
- List of affected parties
- Administrative Application Checklist

If you have any questions concerning this application, please do not hesitate to contact me at (405) 228-8756 or email me at Melissa.Miller@dvn.com.

Very truly yours,

Devon Energy Production Company, L.P.

Melissa Miller
Senior Landman

Note: All bearings recited herein are based on the New Mexico State Plane Coordinate System, NAD 83, New Mexico East Zone 1001, US Survey Feet, all distances are grid.

List of Affected Parties
MEAN GREEN 23-35 FED COM 1H

Affected Offset Operators	Certified Mail Tracking #	Date Sent
<u>Tract 1 and 2</u>		
Operator: <u>Devon</u>		
cc: Chevron U.S.A. Inc. Attn: Kristen Hunter 1400 Smith Street Houston, TX 77002	9414 8149 0152 7181 4616 11	4/24/2018
<u>Tract 3</u>		
Operator: <u>Devon</u>		
cc: The Allar Company Attn: Jack Graham P.O. Box 1567 Graham, TX 76450	9414 8149 0152 7181 4616 28	4/24/2018
Ameredev New Mexico, LLC Attn: Brandon Forteza 5707 Southwest Parkway Building 1, Suite 275 Austin, TX 78735	9414 8149 0152 7181 4616 73	4/24/2018
Caza Petroleum, LLC Attn: Jay Brown 16945 Northchase Drive Suite 1430 Houston, Texas 77060	9414 8149 0152 7181 4617 03	4/24/2018
<u>Tract 4:</u> Section 25, Blk C24, A-701, Texas (notice not required)		



Devon Energy Production Company, L.P.
333 West Sheridan Avenue
Oklahoma City, OK 73102

405 228 8756 Phone
www.devonenergy.com

April 24, 2018

VIA FED EX OVERNIGHT MAIL

New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505
Attn: Mr. Leonard Lowe

Re: Application for a Non-Standard Location
Mean Green 23-35 Fed Com 1H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico

Mr. Lowe:

Devon Energy Production Company, L.P. ("Devon") respectfully requests administrative approval of an unorthodox well location for the Mean Green 23-35 Fed Com 1H well to be completed in the JABALINA; WOLFCAMP, SOUTHWEST Pool (96776) .

Devon desires to develop Sections 23, 26, and 35-T26S-R34E in a manner which will protect correlative rights and prevent waste. Devon's objective is to prudently produce reserves in such a manner that may not otherwise be recovered. The non-standard location allows Devon to optimize well spacing for horizontal development thereby minimizing the risk of leaving reserves behind.

If anything further is needed contact me at (405) 228-4413 or Chris.Cope@dvn.com.

Sincerely,

DEVON ENERGY PRODUCTION COMPANY, L.P.

A handwritten signature in black ink, appearing to read "Chris Cope". The signature is fluid and cursive, with the first and last names being more prominent.

Chris Cope
Reservoir Engineer



Devon Energy Production Company LP
333 West Sheridan Avenue
Oklahoma City, OK 73102

405 235 3611 Phone
www.devonenergy.com

April 24, 2018

The Allar Company
Attn: Jack Graham
P.O. Box 1567
Graham, TX 76450

RE: Non-Standard Location Application
Lea County, NM

Dear Mr. Graham:

As a courtesy, Devon Energy Production Company, L.P. ("Devon") is providing notification of our submittal of an unorthodox well location application for the following two wells:

Mean Green 23-35 Fed Com 1H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico

Mean Green 23-35 Fed Com 4H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico

Enclosed is a copy of Devon's application packet to the New Mexico Oil Conservation Division. Should you have any questions, please contact me at (405) 228-8756 or email me at Melissa.Miller@devon.com.

Sincerely,

Devon Energy Production Company, L.P.

A handwritten signature in cursive script that reads "Melissa Miller".

Melissa Miller
Senior Landman



Devon Energy Production Company LP
333 West Sheridan Avenue
Oklahoma City, OK 73102

405 235 3611 Phone
www.devonenergy.com

April 24, 2018

Ameredev New Mexico, LLC
Attn: Brandon Forteza
5707 Southwest Parkway
Building 1, Suite 275
Austin, TX 78735

RE: Non-Standard Location Application
Lea County, NM

Dear Mr. Forteza:

As a courtesy, Devon Energy Production Company, L.P. ("Devon") is providing notification of our submittal of an unorthodox well location application for the following two wells:

Mean Green 23-35 Fed Com 1H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico

Mean Green 23-35 Fed Com 4H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico

Enclosed is a copy of Devon's application packet to the New Mexico Oil Conservation Division. Should you have any questions, please contact me at (405) 228-8756 or email me at Melissa.Miller@dvn.com.

Sincerely,

Devon Energy Production Company, L.P.

A handwritten signature in black ink that reads "Melissa Miller". The signature is written in a cursive, flowing style.

Melissa Miller
Senior Landman



Devon Energy Production Company LP
333 West Sheridan Avenue
Oklahoma City, OK 73102

405 235 3611 Phone
www.devonenergy.com

April 24, 2018

Caza Petroleum, LLC
Attn: Jay Brown
16945 Northchase Drive
Suite 1430
Houston, Texas 77060

RE: Non-Standard Location Application
Lea County, NM

Dear Mr. Brown:

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Mean Green 23-35 Fed Com 1H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico

Mean Green 23-35 Fed Com 4H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico

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Sincerely,

Devon Energy Production Company, L.P.

A handwritten signature in cursive script that reads "Melissa Miller".

Melissa Miller
Senior Landman



Devon Energy Production Company LP
333 West Sheridan Avenue
Oklahoma City, OK 73102

405 235 3611 Phone
www.devonenergy.com

April 24, 2018

Emailed: kristen.hunter@chevron.com

Chevron U.S.A. Inc.
Attn: Kristen Hunter
1400 Smith Street
Houston, Texas 77002

RE: Non-Standard Location Application
Lea County, NM

Dear Ms. Hunter:

As a courtesy, Devon Energy Production Company, L.P. ("Devon") is providing notification of our submittal of an unorthodox well location application for the following two wells:

Mean Green 23-35 Fed Com 1H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico

Mean Green 23-35 Fed Com 4H
E/2SE/4 Section 23; E/2E/2 Section 26; Lot 1 & NE/4 Section 35
T26S-R34E
Lea County, New Mexico

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Sincerely,

Devon Energy Production Company, L.P.

A handwritten signature in black ink that reads "Melissa Miller". The signature is written in a cursive, flowing style.

Melissa Miller
Senior Landman

Devon Energy Prod. Co. L.P. WELL: Mean Green 23-35 Fed Com. No. 1 H NSL-

API: 025- 44595

POOL: Jabalina; w.e.s.w. [96776]

PROJ: $E \frac{1}{2} \frac{SE}{4}$ SEC 23, $\frac{E}{2} \frac{E}{2}$ SEC 26

A = 315.2

D (D)	C (C)	B (B)	A (A)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 40	(25) 40	(25) 40	(25) 40

E (E)	F (F)	G (G)	H (H)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 40	(25) 40	(25) 40	(25) 92.40

L (L)	K (K)	J (J)	I (I)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 40	(25) 40	(25) 40	(25) 40

M (M)	N (N)	O (O)	P (P)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 40	(25) 40	(25) 40	(25) 40

D (D)	C (C)	B (B)	A (A)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 40	(25) 40	(25) 40	(25) 40

E (E)	F (F)	G (G)	H (H)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 40	(25) 40	(25) 40	(25) 40

L (L)	K (K)	J (J)	I (I)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 40	(25) 40	(25) 40	(25) 40

M (M)	N (N)	O (O)	P (P)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 40	(25) 40	(25) 40	(25) 40

D (D)	C (C)	B (B)	A (A)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 40	(25) 40	(25) 40	(25) 40

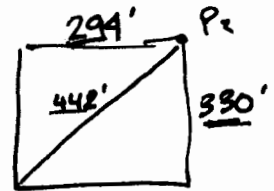
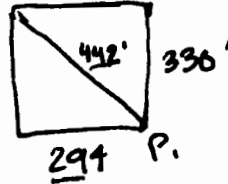
E (4)	F (3)	G (2)	H (1)
Federal ¹	Federal ¹	Federal ¹	Federal ¹
Federal ²	Federal ²	Federal ²	Federal ²
(25) 35.7	(25) 35.53	(25) 35.37	(25) 35.2

S.L.: 2449' FSL & 890' FEL SEC 23 "I" $\frac{E}{2} \frac{NE}{4}$ SEC 26

P₁: 2310' FSL & 1026' FEL SEC 23 "I" Δ 294'

P₂: 330' FSL & 1026' FEL SEC 35 "H" Δ 294'

B.L.: 200' FSL & 1026' FEL SEC 35 "H"



Affected

Section: 23-26S-34E

SEC 23 $\frac{SW}{4}$ $\frac{NE}{4}$
 $\frac{W}{2}$ $\frac{SE}{4}$

SEC 26 $\frac{W}{2}$ $\frac{E}{2}$

SEC 35 $\frac{W}{2}$ $\frac{E}{2}$

Section: 26-26S-34E

Section: 35-26S-34E

315.2
320

= 98.5%

← TX →

McMillan, Michael, EMNRD

From: Miller, Melissa <Melissa.Miller@dvn.com>
Sent: Monday, April 30, 2018 7:29 AM
To: McMillan, Michael, EMNRD
Subject: RE: [EXTERNAL] Mean Green 23 35 Fed Com Well No. 1H

Good Morning Mike,

Ownership in the project area is identical to ownership in the offsetting affected tracts. I apologize for not including that information in the cover letter.

Please let me know if you need any additional information!

Thanks!

From: McMillan, Michael, EMNRD [mailto:Michael.McMillan@state.nm.us]
Sent: Friday, April 27, 2018 4:37 PM
To: Miller, Melissa <Melissa.Miller@dvn.com>
Subject: [EXTERNAL] Mean Green 23 35 Fed Com Well No. 1H

Melissa:

I am working on the NSL application for the Mean Green 23 35 Fed Com Well No. 1H in Lea County.

I need clarification on your letter-you state that all of the affected parties have working interest in the three sections of the project area; however, you did not state that ownership is identical in the project area and affected tracts. If the ownership is not identical, then Devon will have to wait 20 days before approval.

Thank You

Mike

Michael McMillan
1220 South St. Francis
Santa Fe, New Mexico
505-476-3448
Michael.mcmillan@state.nm.us

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