



Approved

NSL

Order

Approved: 08/23/19

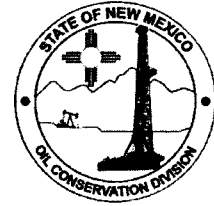
State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

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Deputy Cabinet Secretary

Adrienne E. Sandoval, Director
Oil Conservation Division



August 23, 2019

Ms. Sharon T. Shaheen
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NON-STANDARD LOCATION

Administrative Order NSL-7920

**Devon Energy Production Company, LP [OGRID 6137]
Fully Loaded Federal Com 12 1 Well No. 622H
API No. 30-015-PENDING**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	2276 FNL & 1853 FWL	F	12	24S	29E	Eddy
First Take Point	2552 FNL & 2310 FWL	F	12	24S	29E	Eddy
Last Take Point	100 FNL & 2310 FWL	4	1	24S	29E	Eddy
Terminus	20 FNL & 2310 FWL	4	1	24S	29E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
NW/4 Section 12 W/2 Section 1	479.33	Purple Sage; Wolfcamp (GAS)	98220

The NSL application was initially protested on August 8, 2019. The protest was resolved between all parties and the application process was continued.

Reference is made to your application received on August 2, 2019.

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 for the Purple Sage; Wolfcamp (Gas) Pool of and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 85 feet to the southern edge and 100 feet to the northern edge of the horizontal spacing unit. Encroachment will impact the following tract.

Section 12, 24S 29E, encroachment to the SW/4
Section 36, 23S 29E, encroachment to the SW/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 seek this unorthodox location as your ultimate recovery of reserves which will thereby prevent waste of natural resources within the Wolfcamp formation underlying the NW/4 of Section 12 and the W2 Section 1.

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

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

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.



ADRIENNE E. SANDOVAL
Division Director

AES/lrl

cc: Oil Conservation Division – Artesia District Office
Bureau of Land Management – Carlsbad Field Office