



Approved

NSL

Order

Approved: 08/30/19

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Adrienne E. Sandoval, Director
Oil Conservation Division



August 30, 2019

Ms. Kaitlyn A. Luck
Kaluck@hollandhart.com

NON-STANDARD LOCATION

**Administrative Order NSL-7928
Amends Administrative Order NSL-7904**

**Devon Energy Production, L.P. [OGRID 6137]
Mr. Potato Head 11 14 Federal Com Well No. 713H
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	300 FNL & 666 FEL	A	11	24S	29E	Eddy
First Take Point	120 FNL & 1716 FEL	B	11	24S	29E	Eddy
Last Take Point	120 FSL & 1716 FEL	O	14	24S	29E	Eddy
Terminus	20 FSL & 1716 FEL	O	14	24S	29E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 Section 11 E/2 Section 14	640	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on August 8, 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 120 feet to the northern and southern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 2, encroachment to the SE/4
Section 23, 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.

Division understands you seek this unorthodox location as your preferred well spacing plan for your horizontal well strategy in this area and thereby preventing waste within the Wolfcamp formation underlying the E/2 Section 11 and Section 14.

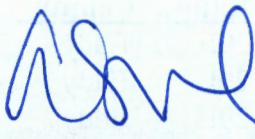
This Order supersedes Administrative Order NSL – 7904, issued on June 28, 2019

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

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Tuesday, September 3, 2019 12:28 PM
To: 'Kaitlyn A. Luck'
Cc: Mike Bratcher (mike.bratcher@state.nm.us); Podany, Raymond, EMNRD; 'jglover@blm.gov'; Jones, William V, EMNRD; Goetze, Phillip, EMNRD; McMillan, Michael, EMNRD; 'lisa@rwbyram.com'; Murphy, Kathleen A, EMNRD; Warnell, Terry G, EMNRD
Subject: APPROVED NSL-7925_7926_7927_7928_Devon Energy Prod. LP_Mr. Potato Head Wells 623H_624H_712H_713H_SEC 11 24S 29E
Attachments: NSL-7925_ORDER.pdf; NSL-7926_ORDER.pdf; NSL-7927_ORDER.pdf; NSL-7928_ORDER.pdf
Importance: High

Ms. Kaitlyn Luck,

The following administrative orders have been issued (*see attachments*) and will soon be available on the Division's web site:

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

NSL	AMD	Applicant	OGRID	WELL NAME
7928	-	Devon Energy Production CO, LP	6137	Mr. Potato Head 11 14 Federal Com Well No. 713H
7927	-	Devon Energy Production CO, LP	6137	Mr. Potato Head 11 14 Federal Com Well No. 712H
7926	-	Devon Energy Production CO, LP	6137	Mr. Potato Head 11 14 Federal Com Well No. 624H
7925	-	Devon Energy Production CO, LP	6137	Mr. Potato Head 11 14 Federal Com Well No. 623H

Leonard Lowe

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Francis

Santa Fe, New Mexico 87505

Office: 505-476-3492

Cell: 505-930-6717

Fax: 505-476-3462

E-mail: leonard.lowe@state.nm.us

Website: <http://www.emnrd.state.nm.us/ocd/>