

Approved

NSL

Order

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



March 1, 2021

Ms. Kaitlyn A. Luck
Kaluck@hollandhart.com

NON-STANDARD LOCATION

Administrative Order NSL-8132

**Devon Energy Production Company, L.P. [OGRID 6137]
Cobber 21 33 Federal Com Well No. 3H
API No. 30-025-46920**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	234 FNL & 1562 FWL	C	21	26S	34E	Lea
First Take Point	479 FNL & 2370 FWL	C	21	26S	34E	Lea
Last Take Point	158 FSL & 2282 FWL	F/3	33	26S	34E	Lea
Terminus	20 FSL & 2480 FWL	F/3	33	26S	34E	Lea

Proposed Horizontal Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 of Section 21	792.01	Jabalina; Wolfcamp, Southwest	96776
W/2 of Section 28			
W/2 of Section 33			

Reference is made to your application received on February 8, 2021.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal oil well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal oil well's completed interval penetrates, each of which consists of a governmental quarter-quarter section or equivalent.

This well's completed interval is as close as 270 feet to the eastern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 21, encroachment to the W/2 E/2
Section 28, encroachment to the W/2 E/2

Section 33, encroachment to the W/2 E/2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

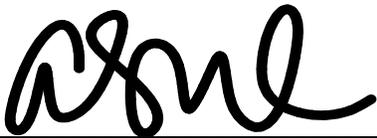
Division understands you are seeking this unorthodox well location as your preferred well spacing for horizontal wells, therefore maximize resource recovery and preventing waste within the Wolf Camp formation underlying the W/2 of Section 21, Section 28 and Section 33.

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

Per 19.15.15.13 (B) 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 – Hobbs District Office
Bureau of Land Management – Carlsbad Field Office

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Monday, March 8, 2021 11:43 AM
Cc: Bratcher, Mike, EMNRD; Kautz, Paul, EMNRD; 'lisa@rwbyram.com'; jglover@blm.gov; drossmango@blm.gov
Subject: APPROVED NSL-8131_Devon Energy Prod. Co. L.P._Cobber 21 33 Fed Com Well No. 3H_SEC 21 26S 34E
Attachments: NSL-8132_Devon Energy Prod. Co. L.P._Cobber 21 33 Federal Com Well No. 3H_APPROVED.pdf
Importance: High

Ms. Kaitlyn A. Luck,

The following NSL Administrative Order has been issued 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	API #
8132	-	Devon Energy Production, L.P.	6137	Cobber 21 33 Fedral Com Well No. 3H	30-025-46920

A copy of the approved order is attached.

Leonard R. Lowe

Engineering Bureau
OCD - EMNRD
5200 Oakland Ave
Albuquerque, N.M. 87113
C: 505-930-6717
<http://www.emnrd.state.nm.us/ocd/>