

State of New Mexico
Energy, Minerals and Natural Resources Department

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NON-STANDARD LOCATION

Administrative Order NSL-8059-A

**Devon Energy Production, L.P. [OGRID 6137]
Shetland 11 2 Federal State Com Well No. 732H
API No. 30-015-47159**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	350 FSL & 2140 FWL	N	11	26S	31E	Eddy
First Take Point	666 FSL & 2538 FWL	N	11	26S	31E	Eddy
Last Take Point	160 FNL & 2330 FWL	B	2	26S	31E	Eddy
Terminus	35 FNL & 2322 FEL	C	2	25S	31E	Eddy

Proposed Horizontal Gas Units

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

Reference is made to your application received on March 7th, 2020. This order supersedes the previously approved order, NSL – 8059, approved on August 7th, 2020.

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 160 feet to the northern edge. Encroachment will impact the following tract.

Section 35, 25S 31E, 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 are seeking this unorthodox location in order to maximize the lateral length of the well and to minimize reserves left in the ground, thus reducing waste while protecting correlative rights within the Wolfcamp formation underlying the E/2 of Section 11 and the E/2 of Section 2.

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 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

4/28/2022

Date

AES/lrl