

Approved

NSP

Order

Approved: 04/20/20

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, Ph.D
Deputy Cabinet Secretary

Adrienne E. Sandoval, Director
Oil Conservation Division



April 20, 2020

Ms. Kaitlyn A. Luck
KAluck@hollandhart.com

Administrative Order NSP-2123

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Devon Energy Production Company, L.P. [OGRID 6137]
Thoroughbred 10 3 Federal Well No. 712H, [API No. 30-015-46506]
Thoroughbred 10 3 Federal Well No. 732H, [API No. 30-015-46507]

Reference is made to your application received on March 30th, 2020.

You have requested approval of a non-standard horizontal gas spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
E/2 W/2 of Section 10	320	Purple Sage; Wolfcamp	98220
E/2 W/2 of Section 3			

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal gas spacing unit comprising 320 acres, consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(3) NMAC.

We understand that you are seeking this exception in order to allow you to create a 320 acres, non-standard horizontal spacing unit, comprised of E/2 W/2 of Section 10 and Section 3, all in Township 26 South, Range 31 East, NMPM, Eddy County, New Mexico.

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 which are being excluded.

You have requested a non-standard horizontal spacing unit due to the existing Poker Lake Exploratory Unit located in the W/2 NW/4 of Section 3 and therefore excluding the entire W/2 W/2 of Section 10 and 3, thus reducing waste while protecting correlative rights within the referenced Horizontal Spacing Unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described non-standard horizontal spacing unit is hereby approved. Further, the Applicant may add additional wells to the horizontal spacing unit with a Sundry notice to the Engineering Bureau, reference this NSP Order.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



ADRIENNE E. SANDOVAL
Division Director

AES/lrl

cc: New Mexico Oil Conservation Division – Artesia
Bureau of Land Management – Carlsbad

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Thursday, April 23, 2020 1:56 PM
To: Kaitlyn A. Luck
Cc: Bratcher, Mike, EMNRD; Podany, Raymond, EMNRD; 'lisa@rwbyram.com'; Goetze, Phillip, EMNRD; Murphy, Kathleen A, EMNRD; Terry Warnell; Rose-Coss, Dylan H, EMNRD; McClure, Dean, EMNRD; Simmons, Kurt, EMNRD; Lamkin, Baylen, EMNRD; Garcia, John A, EMNRD; Scott Cox; 'jglover@blm.gov'
Subject: APPROVED NSP_DEVON ENERGY PROD. CO._Thoroughbred Wells 712H & 732H_SEC 10 26S 31E
Attachments: NSP-2123_ORDER_SIGNED.pdf
Importance: High

Ms. Kaitlyn A. Luck,

The following NSP 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>

Application No.	NSP	Operator	OGRID	Well Name	AF
pLEL2009061487	2123	Devon EnergyProd. Co.	6137	2 Wells (Thoroughbred No. 712H & 732H)	015-465

A copy of the approved order is attached.

Leonard R. Lowe

Engineering Bureau
OCD - EMNRD
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