

Approved

NSL

Order

Approved: 07/23/20

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



July 23, 2020

Ms. Kaitlyn A. Luck
kaluck@hollandhart.com

NON-STANDARD LOCATION

Administrative Order NSL-8033

**Devon Energy Production L.P. [OGRID 6137]
Thoroughbred 10 3 Federal Com Well No. 621H
API No. 30-015-46478**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	220 FSL & 380 FWL	M	10	26S	31E	Eddy
First Take Point	330 FSL & 890 FWL	M	10	26S	31E	Eddy
Last Take Point	2565 FSL & 890 FWL	L	3	26S	31E	Eddy
Terminus	2645 FSL & 890 FWL	L	3	26S	31E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 W/2 of Section 10 W/2 SW/4 of Section 3	240	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on July 1, 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 75 feet to the northern edge. Encroachment will impact the following tract.

Section 3, encroachment to the W/2 NW/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 optimize well spacing and thereby preventing waste within the Wolfcamp formation underlying the W/2 of Section 10 and the W/2 SW/4 of Section 3.

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

AES/lrl

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

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Friday, July 31, 2020 3:07 PM
To: Kaitlyn A. Luck
Cc: Bratcher, Mike, EMNRD; Podany, Raymond, EMNRD; 'lisa@rwbyram.com'; Simmons, Kurt, EMNRD; Terry Warnell; McClure, Dean, EMNRD; Simmons, Kurt, EMNRD; Garcia, John A, EMNRD; Scott Cox; 'jglover@blm.gov'
Subject: APPROVED NSLs_Devon Energy Production L.P._Thoroughbred 10 3 Fed Com Well No. 621H and 711H_SEC 3 26S 31E
Attachments: NSL-8033_Thoroughbred 10 3 Federal Com Well No. 621H_SIGNED.pdf; NSL-8034_Thoroughbred 10 3 Federal Com Well No. 711H_SIGNED.pdf
Importance: High

Ms. Kaitlyn A. Luck,

The following NSL Administrative Orders have 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 #
8034	-	Devon Energy Production L.P.	6137	Thoroughbred 10 3 Federal Com Well No. 711H	30-015-46477
8033	-	Devon Energy Production L.P.	6137	Thoroughbred 10 3 Federal Com Well No. 621H	30-015-46478

A copy of the approved orders are attached.

Leonard R. Lowe

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