Approved

NSP

Order

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



August 11, 2021

Ms. Kaitlyn A. Luck kaluck@hollandhart.com

Administrative Order NSP-2126

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Devon Energy Production Company, L.P. [OGRID 6137]

Alley Cat 17 Federal Com Well No. 211H [API No. 30-025-45064] Alley Cat 17 Federal Com Well No. 212H [API No. 30-025-46065]

Reference is made to your application received on July 20th, 2021.

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

Proposed Increased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
W/2 of Section 17	320	Sand Dunes; Bone Spring, South	53805

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal 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 for an allowance to create a 320-acre, non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Lea 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 included.

You have requested this non-standard horizontal spacing unit in order to allow the commingling of production from these existing wells within the W/2 of Section 17. This will increase acreage of a Standard Horizontal Spacing Unit. Therefore, reducing waste while protecting correlative rights within the referenced Horizontal Spacing Unit.

NSP-2126 Devon Energy Production Company, L.P. August 11th, 2021 Page 2 of 2

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.



AES/lrl

cc: Oil Conservation Division – Hobbs District Office Bureau of Land Management – Carlsbad Field Office From: Lowe, Leonard, EMNRD

To: Kaitlyn A. Luck

Cc: Bratcher, Mike, EMNRD; Kautz, Paul, EMNRD; "drossmango@blm.gov"; "jglover@blm.gov"

Subject: APPROVED NSP-2126_Devon_2 Alley Cat Wells_SEC 17 23S 32E

Date: Tuesday, September 7, 2021 1:42:00 PM

Attachments: NSP-2126 Devon Energy Prod. Co. Alley Cat 17 Fed Com 09.07.21.pdf

image001.png

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

NSP	Operator	OGRID	WELL NAME	API No.
2126	Devon Energy Production, L.P.	6137	Alley Cat 17 Federal Com Well No. 211H	30-025-45064
-			Alley Cat 17 Federal Com Well No. 212H	30-025-45065

A copy of the approved order is attached.

Thank you,

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/