State of New Mexico Energy, Minerals and Natural Resources Department

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NON-STANDARD LOCATION

Administrative Order NSL-8297

Devon Energy Production Company, L.P. [6137] Exmoor 10 34 Federal Com Well No. 623H API No. 30-015-PENDING

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	316 FSL & 1397 FEL	O	10	25S	31E	Eddy
First Take Point	100 FSL & 1850 FEL	O	10	25S	31E	Eddy
Last Take Point	100 FNL & 1850 FEL	В	34	24S	31E	Eddy
Terminus	20 FNL & 1850 FEL	В	34	24S	31E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
E/2 of section 10, 25S, 31E	960	Purple Sage; Wolfcamp (GAS)	98220
E/2 of section 3, 24S, 31E			
E/2 of section 34, 24S, 31E			

Reference is made to your application received on January 5th, 2022.

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, R-14262, for the Purple Sage; Wolfcamp (Gas) Pool 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 100 feet to the southern edge and 100 feet to the northern edge. Encroachment will impact the following tract.

Section 15, encroachment to the NE/4 Section 27, encroachment to the SE/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.

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Division understands you are seeking this unorthodox location in order to increase the lateral length to enhance the recovery of resources, thus preventing waste within the Wolfcamp formation underlying E/2 of section 10, 25S, 31E, E/2 of section 3, 24S, 31E and the E/2 of section 34, 24S, 31E

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.



3/22/2022 Date: _____

AES/lrl