

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



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Administrative Order NSP - 2227

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

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

Cotton Draw 25 36 Federal State Com Well No. 627H [API No. 30-015-PENDING]

Cotton Draw 25 36 Federal State Com Well No. 712H [API No. 30-015-PENDING]

Cotton Draw 25 36 Federal State Com Well No. 732H [API No. 30-015-PENDING]

Cotton Draw 25 36 Federal State Com Well No. 822H [API No. 30-015-PENDING]

Cotton Draw 25 36 Federal State Com Well No. 832H [API No. 30-015-PENDING]

Located in E/2 W/2 Section 25 and E/2 W/2 Section 36, T24S, R31E, Eddy County, New Mexico

Reference is made to your application received on September 16th, 2024.

You have requested approval of a non-standard horizontal spacing unit as follows:

Proposed Decreased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
E/2 W/2 of Section 25	319.36	Purple Sage; Wolfcamp	98220
E/2 W/2 of Section 36			

Area of Exclusion:

Description	Acres
W/2 W/2 of Section 25	320
W/2 W/2 of Section 36	

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.

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We understand that you are seeking this exception in order to allow you to create a 320-acre, non-standard horizontal spacing unit, comprised of the Proposed Spacing Unit referenced above.

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 this non-standard horizontal spacing unit in order to avoid economic waste by eliminating duplication of production facilities, and to enhance environmental benefits by eliminating emissions and within Wolfcamp formation. Thereby, preventing waste underlying the E/2 W/2 of Section 25 and the E/2 W/2 of Section 36, all 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. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following e-mail address: ocd.engineer@emnrd.nm.gov of notice for additional wells.

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.



Gerasimos Razatos
Division Director (Acting)
GR/lrl

Date: 11/25/2024

Sante Fe Main Office
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General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
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CONDITIONS

Action 406903

CONDITIONS

Operator: DEVON ENERGY PRODUCTION COMPANY, LP 333 West Sheridan Ave. Oklahoma City, OK 73102	OGRID: 6137
	Action Number: 406903
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	11/26/2024