State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham

Governor

Melanie A. Kenderdine

Cabinent Secretary

Ben Shelton Deputy Secretary

Erin Taylor Deputy Secretary

Mr. Darin Savage

darin@abadieschill.com

Albert Chang Division Director Oil Conservation Division



ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 8986

Devon Energy Production Company, L.P. [OGRID 6137] War Club 3 4 Federal Com Well No. 621H API No. 30-015-PENDING

Reference is made to your application received on May 26th, 2025.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	937 FNL & 400 FEL	A/1	03	22S	27E	Eddy
First Take Point	880 FNL & 100 FEL	A/1	03	22S	27E	Eddy
Last Take Point	880 FNL & 100 FWL	D/4	04	22S	27E	Eddy
Terminus	880 FNL & 20 FWL	D/4	04	22S	27E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
N/2 Section 03	639.26	Purple Sage; Wolfcamp, Gas	98220
N/2 Section 04			

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 governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line. The completed intervals of horizontal wells are to be located no closer than 330 feet to the exterior boundary of a standard 320 - acre **gas** spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard

Administrative Order NSL - 8986 Devon Energy Production Company, L. P. Page 2 of 2

location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

The well's completed interval is as close as 100 feet to the eastern and western boundary of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 02, encroachment to the NW/4 Section 05, encroachment to the NE/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.

The Division understands you are seeking this unorthodox location to minimize reserves left in the ground, thus allowing the increase of the horizontal lateral within the Wolfcamp formation underlying N/2 of Section 03 and the N/2 of Section 04 and thereby preventing waste.

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.

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

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.

Date: 7/3/2025

Albert Chang

Whent Chang

Division Director

AC/lrl

ID NO. 467070	NSL - 8986	Revised March 23, 2017
117 (80), 40/0/0	1131 4940	

		0,00	
RECEIVED: 05/26/25	REVIEWER:	TYPE:	APP NO:

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION



- Geological & Engine 1220 South St. Francis Drive,	1
A DAMINISTO ATIVE A DOLL	CATION CUECKUST
ADMINISTRATIVE APPLI THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE	
REGULATIONS WHICH REQUIRE PROCESSING	G AT THE DIVISION LEVEL IN SANTA FE
Applicant: <u>Devon Energy Production Company, I</u> Vell Name: <u>War Club 3-4 Fed Com 621H Well</u>	P. OGRID Number: 6137 API: PENDING
Pool: Purple Sage Wolfcamp (Gas) Pool	Pool Code: <u>98220</u>
SUBMIT ACCURATE AND COMPLETE INFORMATION FINDICATED	-
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Dedi NSL NSP(PROJECT AREA)	• •
B. Check one only for [1] or [11] [1] Commingling – Storage – Measurement DHC DCTB PLC PC [11] Injection – Disposal – Pressure Increase – WFX PMX SWD IPI	□ OLS □ OLM - Enhanced Oil Recovery □ EOR □ PPR FOR OCD ONLY
 NOTIFICATION REQUIRED TO: Check those which of A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue C. Application requires published notice D. Notification and/or concurrent approval E. Notification and/or concurrent approval F. Surface owner G. For all of the above, proof of notification H. No notice required 	by SLO by BLM Notice Complete Application Content Complete
3) CERTIFICATION: I hereby certify that the information administrative approval is accurate and complet understand that no action will be taken on this approval in the Division.	e to the best of my knowledge. I also
Note: Statement must be completed by an individe	ual with managerial and/or supervisory capacity.
	May 23, 2025
Darin Savage	Date
Print or Type Name	970-385-4401
/s/ Darin Savage	Phone Number darin@abadieschill.com
Signature	e-mail Address



ABADIE I SCHILL PC

Page 4 of 15

Colorado New Mexico
Louisiana Texas
Nebraska Kansas
Montana Wyoming
Oklahoma California
North Dakota

May 23, 2025

Gerasimos Razatos, Director (Acting) Oil Conservation Division New Mexico Department of Energy Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Copy to: Leonard Lowe, Division Technical Examiner

Re: Application of Devon Energy Production Company, L.P. for administrative approval of unorthodox well location for its War Club 3-4 Fed Com 621H Well located in the N/2 of Sections 3 and 4, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico.

Dear Acting Director Razatos:

Devon Energy Production Company, L.P. ("Devon"), OGRID No. 6137, is seeking administrative approval of an unorthodox well location ("NSL") for the War Club 3-4 Fed Com 621H Well (the "621H Well") (API No. Pending) to be completed within the Purple Sage; Wolfcamp (Gas) Pool (Pool Code 98220) underlying a standard 639.26-acre, more or less, horizontal spacing unit comprised of the N/2 of Sections 3 and 4, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. A C-102 for the Well is attached as Exhibit A. This is a horizontal well that will be drilled as follows:

- Surface Location (SL): 937' from the North line and 400' from the East line (Lot 1) of Section 3, Township 22 South, Range 27 East;
- First Take Point (FTP): 880' from the North line and 100' from the East line (Lot 1) of Section 3, Township 22 South, Range 27 East;
- Last Take Point (LTP): 880' from the North line and 100' from the West line (Lot 4) of Section 4, Township 22 South, Range 27 East;
- Bottom Hole Location (BHL): 880' from the North line and 20' from the West line (Lot 4) of Section 4, Township 22 South, Range 27 East.

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O: 970.385.4401 • F: 970.385.4901

Devon has included as Exhibit B, a letter explaining why this application is needed. This well will produce from the Purple Sage Wolfcamp Pool (Pool Code 98220). The special Division rules for the Purple Sage; Wolfcamp Pool establish 330' foot setback requirements which are laid out in Order No. R-14262. The first and last take points for the proposed well are closer than 330' from the boundary of the spacing unit.

The unorthodox location will encroach towards the NW/4 of Section 2 and the NE/4 of Section 5, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico.

Devon attests that, on or before submission of this application, it sent notice to the affected persons in (1) the adjoining spacing unit which covers the W/2 of Section 2; and (2) the adjoining horizontal spacing unit which covers the N/2 of Sections 5 and 6, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico; said notice as described satisfies all provisions of 19.15.4.12A (2) NMAC; copies of the application and required plat maps were furnished. Devon has also sent notice to the Bureau of Land Management and the New Mexico State Land Office to the extent that federal and state leases are involved, pursuant to 19.15.2.7A(8)(d) NMAC. Devon provides herein a sectional map of this area, attached as Exhibit C. Proof of mailing, along with a copy of the notice letter sent to listed affected persons and parties, is attached hereto as Exhibit D. The pooling case associated with this application is Case No. 25258.

Your consideration in this matter is appreciated.

Sincerely,

Darin C. Savage Attorney for Applicant

SUBMITTED TO THE OIL CONSERVATION DIVISION:

Application of Devon Energy Production Company, L.P. for administrative approval of unorthodox well location for its **War Club 3-4 Fed Com 621H Well** located in the N/2 of Sections 3 and 4, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico.

TABLE OF CONTENTS

Administrative Checklist for NSL

Exhibit A: C-102 Forms, specifically identifying the NSL (19.15.15.13C)
Exhibit B: A statement discussing the reasons for the unorthodox location

(19.15.15.13C)

Exhibit C: Tract map outlining the unit location of the unorthodox well with affected

area tracts identified (19.15.15.13C)

Exhibit D: A list of affected persons and parties, with addresses, entitled to notice of

the application, along with a copy of the notice letter sent to affected

persons and parties (19.15.15.13C)

Devon Energy Production Company, L.P.

<u>C-10</u>			Energy,		ls & Na	tural	New Mexico I Resources ION DIV				Revised Septe	ember 17, 2024
Submit Electronically Via OCD Permitting							011	a 1				
										Submittal Type:	☐ Amended Repor	t
											☐ As Drilled	
				W	ELL LO	CATI	ON INFORM	IATIO	N			
API N	umber		Pool Cod 98220	е		F	Pool Name PURPLE	SAGI	E;WOLFC	CAMP (GAS)	
Property Code Property Name WAR CLU					CLU	B 3-4 FED	COM			Well Number 621H		
OGRID	No. 6137		Operator		N ENERG	Y PI	RODUCTION (COMPA	ANY, L.P.		Ground Level 3133.0'	Elevation
Surfac	e Owner:	□State □	Fee □Trib	al XFe	deral		Mineral 0	wner:	□State	⊠Fee □	Tribal NFederal	
						Surf	ace Location					
UL	Section	Township	Range	Lot	Ft. from	m N/	S Ft. from	E/W	Latitude		Longitude	County
	3	22-S	27-E	1	937'	N	400'	E	32.426	635	104.170302	EDDY
					В	otton	Hole Locati	on				
UL	Section	Township	Range	Lot	Ft. from	•	S Ft. from	E/W	Latitude		Longitude	County
	4	22-S	27-E	4	880'	N	20'	W	32.426	705	104.203332	EDDY
Dedicat	ed Acres I	nfill or Def	ining Well	Defining	Well API	Over	apping Spacir	ng Uni	t (Y/N)	Consolid	lation Code	
639.2		DEFININ		- · · · · · · · · · · ·			wrr wr		(1)1)		DING NSL	
	Numbers	2211111				Well	sethacks are	under	Common		ip: □Yes □No	
order	- Control of the cont					WCII	SCEDUCKS are	unuci	common	O WHEI SI	iip. Bres Bre	
							Point (KOP)					
UL	Section	Township	Range	Lot	Ft. from	•		E/W	Latitude		Longitude	County
	3	22-S	27-E	1	880'	N	42' E		32.4267		104.1692	EDDY
					1		ke Point (FT)					
UL	Section	Township	Range	Lot	Ft. from	•		•	Latitude	200	Longitude	County
	3	22-S	27-E	1	880'		100'		32.426	796	104.169327	EDDY
							ke Point (LTI					
UL	Section	Township 22-S	Range 27-E	Lot 4	Ft. from 880'	•	S Ft. from 100'		Latitude 32.426	706	Longitude 104.203072	County EDDY
	4	22-5	27-E	4	000	11	100	VV .	32.420	706	104.203072	EDDI
					Spac	eing U	Jnit Type H HORIZON		tal Verti	cal	Ground Floor Ele	vation:
OPERAT	OR CERTI	FICATIONS					SURVEYOR CE	RTIFIC	ATIONS	·		
		information cor belief, and, if the									plat was plotted from fie	
organizat	ion either owr	ns a working inte	rest or unlease	d mineral in	terest in the l	and	of actual surveys a correct to the best			upervision,	and that the same is true	
location p	oursuant to a c	bottom hole loca ontract with an o	owner of a wor	king interest	t or unleased			·			CRT R. L	DEHO
	nterest, or to a e entered by th	voluntary pooli he division.	ng agreement o	r a compuls	ory pooling o	order					MEX MEX	DEHOLOS
If this we	ll is a horizon	tal well, I further	r certify that th	s organizati	ion has receix	ed the					/ \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	\%\\\
consent o	f at least one l	lessee or owner o	of a working in	terest or unl	eased minera	1					23261	_)
		the target pool of the located or ob									Po Meles	15/
Signature Date				Signature an	d Seal	of Profes	ssional S	Surveyor / ONAL	5URY			
	1) .	Thanas		24/24							UNAL	
	ed Name handee T	homas				-	Certificate Nu	ımber	Date of	Survey		
Email	Address	omas@dvn	.com				23261		4/20	24		



This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

A = N:519870.78 E:581409.22 B = N:519890.05 E:586723.95 C = N:519898.70 E:589389.60 D = N:519818.15 E:5823053.18

0 = N:519919.15 E:592053.18C = N:517252.01 E:592015.61

F = N:514605.47 E:592087.50 G = N:514648.62 E:586820.31 H = N:514624.74 E:581530.23

I = N:517282.18 E:581466.68

SURFACE HOLE LOCATION
GEODETIC COORDINATES NAD 83
NMSP EAST SURFACE LOCATION
937' FNL 400' FEL SEC. 3
EL: 3133.0'
N:518979.21/E:591639.90

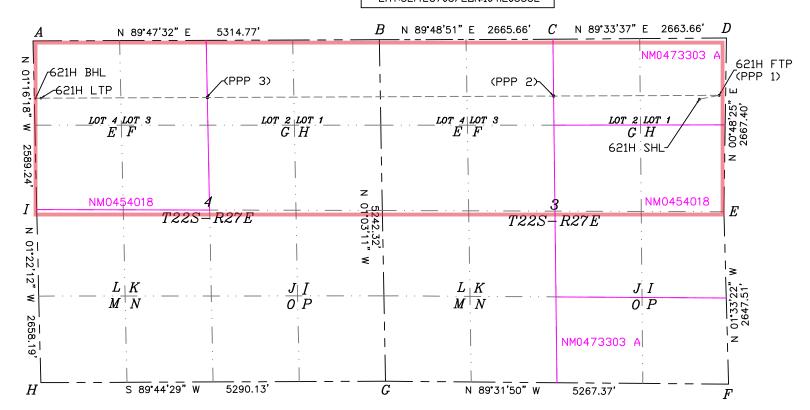
LAT:32.426635/LDN:104.170302

KICK DFF PDINT CALLS: 880' FNL 42' FEL N: 519039 /E: 592017 LAT: 32.4267 /LDN: 32.4267 FIRST TAKE POINT(PPP 1) 880' FNL 100' FEL SEC. 3 N:519038.26/E:591940.76 LAT:32.426796/LON:104.169327

LAST TAKE PDINT 880' FNL 100' FWL SEC. 4 N:518991.21/E:581528.76 LAT:32.426706/LDN:104.203072

BOTTOM HOLE LOCATION 880' FNL 20' FWL SEC. 4 N:518990.92/E:581448.75 LAT:32.426705/LDN:104.203332 PPP2 872' FNL 2640' FEL SECTION 3 N:519026.78/E:589400.24 LAT:32.426775/LON:104.177561

PPP3 878' FNL 2655' FEL SECTION 4 N:519002.76/E:584084.78 LAT:32.426729/LON:104.194788





Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 228 4214 Phone www.devonenergy.com

March 25, 2025

Mr. Leonard Lowe New Mexico Oil Conservation Division 1220 South Francis Drive Sante Fe, New Mexico 87505

RE: Application for Non-Standard Location Engineering Statement Devon Energy Production Company, L.P. War Club 3-4 Fed Com 621H, 622H, 821H, & 822H Lots 1-4 & S/2N/2 of Sections 3 & 4, T22S-R27E Eddy County, New Mexico

Dear Mr. Lowe:

Devon Energy Production Company, LP ("Devon") respectfully requests administrative approval of non-standard locations for the War Club 3-4 Fed Com 621H, War Club 3-4 Fed Com 622H, War Club 3-4 Fed Com 821H, and War Club 3-4 Fed Com 822H (the "Wells") referenced above. The Wells are in the Purple Sage; Wolfcamp Pool (Pool Code 98220) with first and last take points planned at roughly 100' FEL and FWL, respectively. It is Devon's responsibility as a prudent operator to minimize reserves left in the ground. Decreasing the first and last take points from 330' will allow for increase in potential completed horizontal lateral, thereby increasing the ultimate recovery of reserves and thereby preventing waste of natural resources.

Respectfully,

Devon Energy Production Company, L.P.

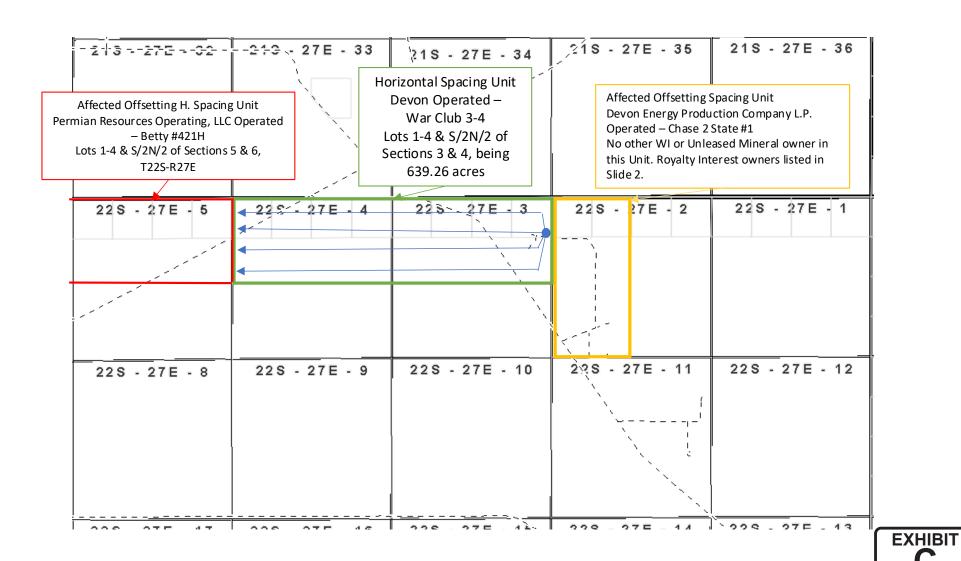
Kyle Laite

Reservoir Engineer

EXHIBIT

Devon - Public

War Club 3-4 Fed Com 621H, 622H, 821H, & 822H: NSL



Received by OCD: 5/26/2025 9:30:58 AM

USPSArticleNumber	DateMailed	ReferenceNumber	Name1	Address1	Address2	City	State	Zip
9314869904300135510843	5/23/25	4188.84 - NSL - War Club WC N2 621H	Bureau of Land Management	620 E. Greene Street		Carlsbad	NM	88220-6292
9314869904300135510850	5/23/25	4188.84 - NSL - War Club WC N2 621H	Mewbourne Oil Company	500 W. Texas Ave.	Suite 1200	Midland	TX	79701
9314869904300135510867	5/23/25	4188.84 - NSL - War Club WC N2 621H	Jessie W. Laman	1419 Eagle Ave.		Carlsbad	NM	88220
9314869904300135510874	5/23/25	4188.84 - NSL - War Club WC N2 621H	The Allar Company	PO Box 1567		Graham	TX	76450
9314869904300135510881	5/23/25	4188.84 - NSL - War Club WC N2 621H	Lula Gray	304 Grassburr Lane		Carlsbad	NM	88220
9314869904300135510898	5/23/25	4188.84 - NSL - War Club WC N2 621H	Ross Duncan Properties LLC	PO Box 647		Artesia	NM	88211
9314869904300135510904	5/23/25	4188.84 - NSL - War Club WC N2 621H	PDIII Exploration LTD.	PO Box 871		Midland	TX	79702
9314869904300135510911	5/23/25	4188.84 - NSL - War Club WC N2 621H	Paloma Mineral Partners LLC	6 Desta Drive	Suite 6400	Midland	TX	79705
9314869904300135510928	5/23/25	4188.84 - NSL - War Club WC N2 621F	Osprey Oil and Gas II LLC	707 N. Carrizo Street		Midland	TX	79701
9314869904300135510935	5/23/25	4188.84 - NSL - War Club WC N2 621H	Olli Energy LLC	2540 King Arthur Blvd.	Suite 209K	Lewisville	TX	75056
9314869904300135510942	5/23/25	4188.84 - NSL - War Club WC N2 621H	Hatch Royalty LLC	600 W. 5th Street	Suite 1250	Austin	TX	78701
9314869904300135510959	5/23/25	4188.84 - NSL - War Club WC N2 621H	Word Oil and Gas Resources LLC	1204 W. Cuthbert Ave.		Midland	TX	79701
9314869904300135510966	5/23/25	4188.84 - NSL - War Club WC N2 621H	Vamos Mineral Partners	1003 N. Big Spring Street		Midland	TX	79701
9314869904300135510973	5/23/25	4188.84 - NSL - War Club WC N2 621H	S. Philip Pinkston Jr.	5340 Longview Street		Dallas	TX	75206-5604
9314869904300135510980	5/23/25	4188.84 - NSL - War Club WC N2 621H	State of New Mexico Land Office	310 Old Santa Fe Trail		Santa Fe	NM	87501
9314869904300135510997	5/23/25	4188.84 - NSL - War Club WC N2 621H	Extex Operating Company	1616 S. Voss Road	Suite 400	Houston	TX	77057





ABADIE I SCHILL PC

Colorado New Mexico
Louisiana Texas
Nebraska Kansas
Montana Wyoming
Oklahoma California
North Dakota

May 23, 2025

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

NOTICE TO AFFECTED PERSONS/PARTIES RE: APPLICATIONS FOR ADMINISTRATIVE APPROVAL OF UNORTHODOX WELL LOCATION

Re: Application of Devon Energy Production Company, L.P. for administrative approval of unorthodox well location for its War Club 3-4 Fed Com 621H Well located in the N/2 of Sections 3 and 4, all in Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico.

To the Parties/Persons this may concern:

Enclosed in this notice are copies of the above-referenced application filed with the New Mexico Conservation Division on the date referenced above.

You are being notified in your capacity as a person or party in an adjoining tract or unit pursuant to our request for approval of an unorthodox location of the above-referenced well. Any objections that you have to the above-referenced application must be filed in writing (by email or letter) with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, within twenty (20) days from the date the Division receives the application filed for administrative approval by the Division. This Application would have been filed with, and received by, the Division either on the date of this letter as referenced above, or no later than two (2) days after the date referenced above. Email correspondence for this matter can be sent to the Division at OCD. Engineer@emnrd.nm.gov.

If you have any questions concerning this application, please contact:

Jake Nourse Staff Landman Devon Energy Corporation (405) 228-2856 Jake.Nourse@dvn.com

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O: 970.385.4401 • F: 970.385.4901

If you have no objections to these applications, please sign the waiver as indicated below and return the original to the address listed on this letterhead. Your assistance and cooperation in this matter are appreciated.

Sincerely,

Darin C. Savage

Attorney for Devon Energy Production Company, L.P.

	<u>Waiver</u>
	hereby waives objection to the above referenced odox Location for the War Club 3-4 Fed Com 621H Well located in the ll in Township 22 South, Range 27 East, NMPM, Eddy County, New
Dated:	Signature:

Sante Fe Main Office Phone: (505) 476-3441

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 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Action 467070

CONDITIONS

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	467070
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	This NSL order was approved with a pending API number well. The owner of the NSL shall update the OCD when an API number is assigned to the pending APD well by sending an e-mail to ocd.engineer@emnrd.nm.gov. TITLED: (Updating NSL-XXX with API number of the Well Name).	7/10/2025