

State of New Mexico  
Energy, Minerals and Natural Resources Department

**Michelle Lujan Grisham**  
Governor

**Melanie A. Kenderdine**  
Cabinet Secretary

**Ben Shelton**  
Deputy Secretary

**Erin Taylor**  
Deputy Secretary

**Albert Chang**  
Division Director  
Oil Conservation Division



Darin Savage  
[darin@abadieschill.com](mailto:darin@abadieschill.com)

**ADMINISTRATIVE NON-STANDARD LOCATION**

**Administrative Order NSL – 9038**

**Devon Energy Production Company, L.P. [OGRID 6137]  
Thoroughbred 10 3 Federal Well No. 822H  
API No. 30-015-56774**

Reference is made to your application received on August 4<sup>th</sup>, 2025.

**Proposed Location**

	<b>Footages</b>	<b>Unit/Lot</b>	<b>Sec.</b>	<b>Twsp</b>	<b>Range</b>	<b>County</b>
Surface	220 FSL & 1640 FWL	N	10	26S	31E	Eddy
First Take Point	100 FSL & 2310 FEL	O	10	26S	31E	Eddy
Last Take Point	100 FSL & 2310 FEL	B	03	26S	31E	Eddy
Terminus	20 FSL & 2310 FEL	B	03	26S	31E	Eddy

**Proposed Horizontal Units**

<b>Description</b>	<b>Acres</b>	<b>Pool</b>	<b>Pool Code</b>
E/2 Section 10	640	Purple Sage; Wolfcamp	98220
E/2 Section 03			

You have requested to complete this horizontal 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 spacing unit.

Administrative Order NSL – 9038  
Devon Energy Production Company, L.P.  
Page 2 of 2

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

This well's completed interval is as close as 100 feet to the southern and northern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 15, encroachment to the NE/4  
Section 34, 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 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

The Division understands you are seeking this unorthodox location in order to increase the ultimate recovery of reserves within the Wolfcamp formation underlying the E/2 Section 10, and the E/2 Section 03. Thereby preventing waste of natural resources within the formation.

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 19.15.15.13 (B) 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 the Division deems necessary.



**Albert Chang**  
Division Director  
AC/lrl

**Date:** 9/2/2025

ID NO. 491903

NSL - 9038

Revised March 23, 2017

RECEIVED: <b>08/04/25</b>	REVIEWER:	TYPE:	APP NO:
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Geological & Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

<b>Applicant:</b> <u>Devon Energy Production Company, L.P.</u>	<b>OGRID Number:</b> <u>6137</u>
<b>Well Name:</b> <u>Thoroughbred 10-3 Fed Com 822H Well</u>	<b>API:</b> <u>30-015-56774</u>
<b>Pool:</b> <u>Purple Sage; Wolfcamp (Gas)</u>	<b>Pool Code:</b> <u>98220</u>

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW**

1) **TYPE OF APPLICATION:** Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☒ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD

B. Check one only for [ I ] or [ II ]

[ I ] Commingling – Storage – Measurement

☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[ II ] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

2) **NOTIFICATION REQUIRED TO:** Check those which apply.

- A. ☒ Offset operators or lease holders  
 B. ☐ Royalty, overriding royalty owners, revenue owners  
 C. ☐ Application requires published notice  
 D. ☐ Notification and/or concurrent approval by SLO  
 E. ☒ Notification and/or concurrent approval by BLM  
 F. ☐ Surface owner  
 G. ☒ For all of the above, proof of notification or publication is attached, and/or,  
 H. ☐ No notice required

**FOR OCD ONLY**

- ☐ Notice Complete  
☐ Application Content Complete

- 3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

**Note: Statement must be completed by an individual with managerial and/or supervisory capacity.**

August 1, 2025

Darin Savage

Print or Type Name

/s/ Darin Savage

Signature

Date

970-385-4401

Phone Number

darin@abadieschill.com

e-mail Address



For the Pursuit of Energy

ABADIE | SCHILL PC

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

August 4, 2025

Albert Chang, Director  
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 Thoroughbred 10-3 Fed Com 822H Well located in the E/2 of Sections 10 and 3, all in Township 26 South, Range 31 East, NMPM, Eddy County, New Mexico.**

Dear Director Chang:

Devon Energy Production Company, L.P., ("Devon"), OGRID No. 6137, is seeking administrative approval of an unorthodox well location ("NSL") for the Thoroughbred 10-3 Fed Com 822H Well (the "822H Well") (API No. 30-015-56774) located in the Purple Sage; Wolfcamp (Gas) Pool (Pool Code 98220) underlying a standard 640-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 10 and 3, all in Township 26 South, Range 31 East, NMPM, Eddy County, New Mexico. A C-102 for the Well is attached as Exhibit A. This is a horizontal well to be drilled as follows:

- Surface Location (SL): 220' from the South line and 1640' from the West line (Unit N) of Section 10, Township 26 South, Range 31 East;
- First Take Point (FTP): 100' from the South line and 2310' from the East line (Unit O) of Section 10, Township 26 South, Range 31 East;
- Last Take Point (LTP): 100' from the North line and 2310' from the East line (Unit B) of Section 3, Township 26 South, Range 31 East;
- Bottom Hole Location (BHL): 20' from the North line and 2310' from the East line (Unit B) of Section 3, Township 26 South, Range 31 East.

[abadieschill.com](http://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 (Gas) 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 encroaches toward NE/4 of Section 15, Township 26 South, Range 31 East and the SE/4 of Section 34, Township 25 South, Range 31 East, NMPM, Eddy County, New Mexico.

Devon attests that, on or before submission of this application, it sent notice to the affected persons/parties in (1) the adjoining horizontal spacing unit which covers the E/2 of Section 15, Township 26 South, Range 31 East; and (2) the adjoining horizontal spacing unit which covers the E/2 of Section 34, Township 25 South, Range 31 East, NMPM, Eddy County, New Mexico. Devon has also sent notice to the Bureau of Land Management ("BLM") to the extent that federal leases are involved, pursuant to NMAC 19.15.2.7A(8)(d); said notice as described satisfies all provisions of NMAC 19.15.4.12A(2); copies of the application and required plat maps were furnished. 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 the affected persons, is attached hereto as Exhibit D. Devon has informed us that there is no pooling case associated with this application.

Your consideration in this matter is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read 'Darin C. Savage', written over a horizontal line.

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 **Thoroughbred 10-3 Fed Com 822H Well** located in the E/2 of Sections 10 and 3, in Township 26 South, Range 31 East, NMPM, Eddy County, New Mexico.

**TABLE OF CONTENTS**

Administrative Checklist for NSL

- Exhibit A: C-102 Form, 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.**

Submit Electronically Via OCD Permitting	<b>State of New Mexico</b> <b>Energy, Minerals &amp; Natural Resources Department</b> <b>OIL CONSERVATION DIVISION</b>	Revised July, 2024	
		Submittal Type:	<input checked="" type="checkbox"/> Initial Submittal
			<input type="checkbox"/> Amended Report
		<input type="checkbox"/> As Drilled	

## WELL LOCATION INFORMATION

API Number 30-015-56774	Pool Code 98220	Pool Name PURPLE SAGE; WOLFCAMP (GAS)
Property Code	Property Name THOROUGHbred 10-3 FED COM	Well Number 822H
6137	Operator Name DEVON ENERGY PRODUCTION COMPANY, L.P.	Ground Level Elevation 3244.3'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

## Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
N	10	26-S	31-E		220' S	1640' W	32.050735	103.769361	EDDY

## Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	3	26-S	31-E		20' N	2310' E	32.079392	103.764894	EDDY

Dedicated Acres 640.00	Infill or Defining Well INFILL	Defining Well API 30-015-46899	Overlapping Spacing Unit (Y/N) N	Consolidation Code C
Order Numbers PENDING NSL			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	

## Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
O	10	26-S	31-E		50' S	2310' E	32.050275	103.764874	EDDY

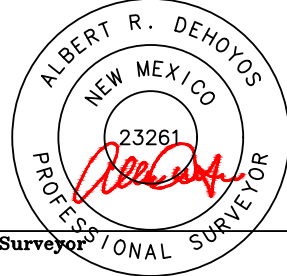
## First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
O	10	26-S	31-E		100' S	2310' E	32.050412	103.764874	EDDY

## Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	3	26-S	31-E		100' N	2310' E	32.079172	103.764894	EDDY

Unitized Area or Area of Uniform Interest N	Spacing Unit Type X	Ground Floor Elevation: N/A
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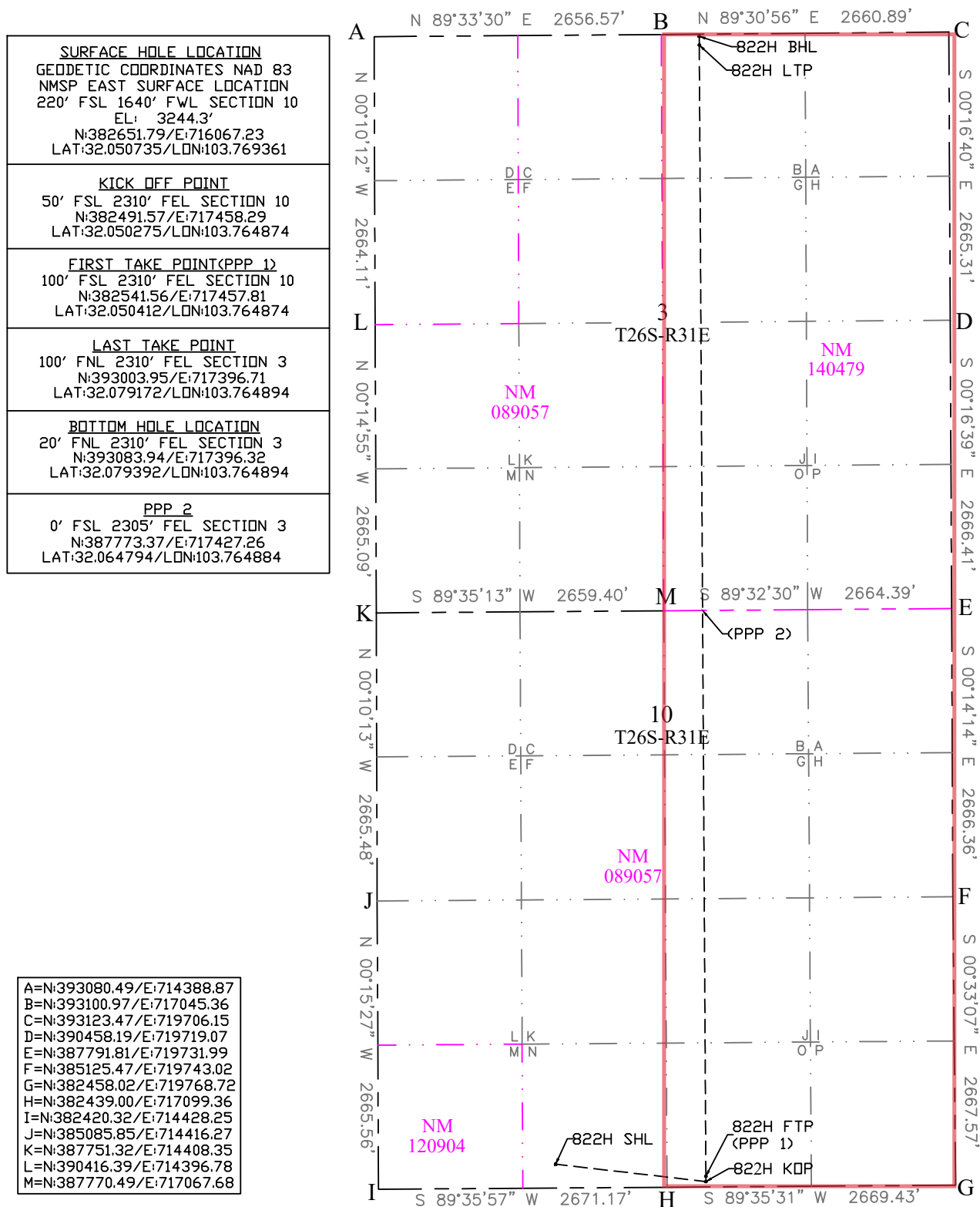
<b>OPERATOR CERTIFICATIONS</b> I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.  If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division. <i>Amy A. Brown</i> 06/12/2025 Signature Date Amy Brown Printed Name amy.brown@dvn.com Email Address		<b>SURVEYOR CERTIFICATIONS</b> I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under supervision, and that the same is true and correct to the best of my belief.   Signature and Seal of Professional Surveyor  Certificate Number 23261 Date of Survey 02/2025	
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**EXHIBIT**  
**A**

## ACREAGE DEDICATION PLATS

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.







Devon Energy Production Company, L.P.  
333 West Sheridan Avenue  
Oklahoma City, OK 73102-5015

July 7, 2025

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

RE: Application for Nonstandard Location  
Engineering Statement  
Devon Energy Production Company, L.P.  
Thoroughbred 10-3 Fed Com 822H, 825H, & 826H (the "Wells")  
E2 of Section 3-25S-31E  
E2 of Section 10-25S-31E  
Eddy County, New Mexico

Dear Mr. Lowe:

Devon Energy Production Company, L.P. respectfully requests administrative approval of a non-standard location ("NSL") for each of the Wells referenced above. The Wells are in the Purple Sage-Wolfcamp Gas Pool (Pool Code 98220). It is Devon's responsibility as a prudent operator to minimize reserves left in the ground. Decreasing the first and last take point from three hundred and thirty feet (330') to one hundred feet (100') will increase the wells effective lateral length by 460 feet thereby increasing ultimate recovery of reserves and thereby preventing waste of natural resources.

Sincerely,

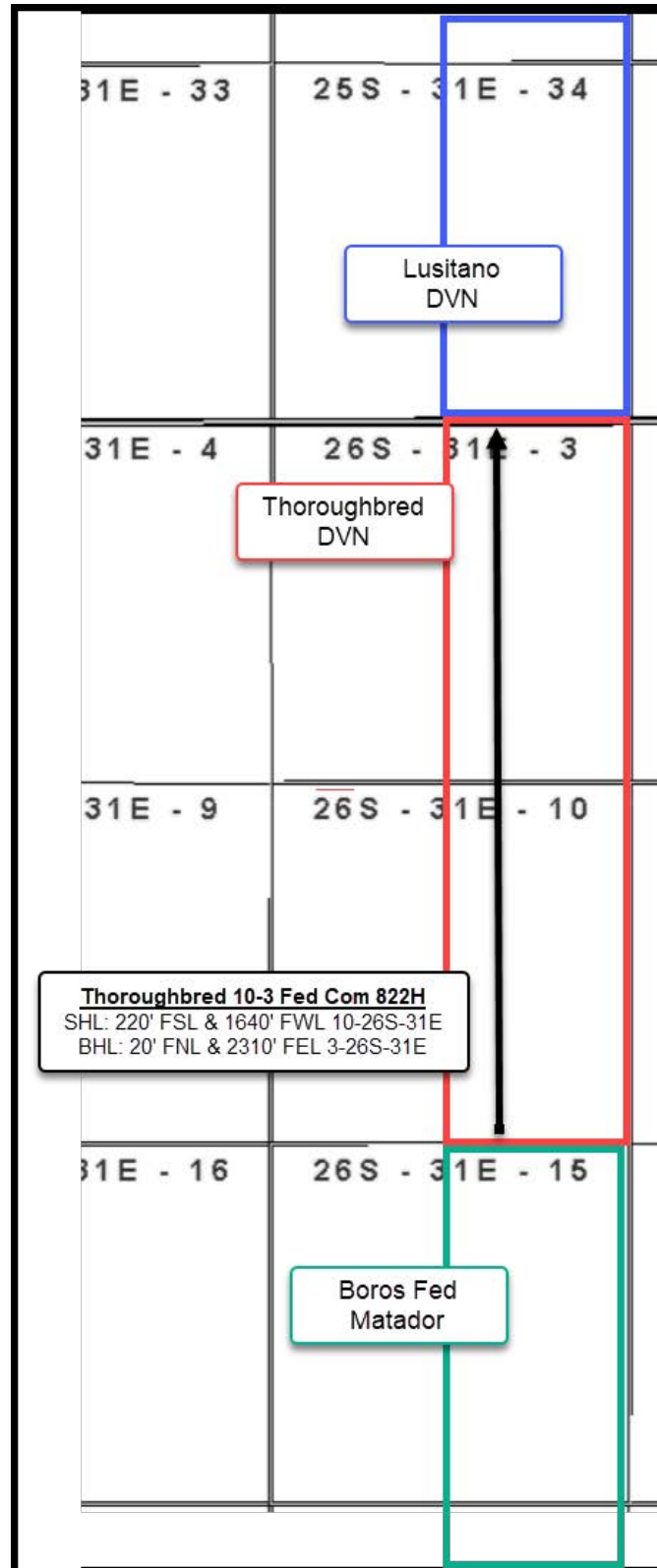
*Camden Selvidge*

Camden Selvidge  
Reservoir Engineer

## Non-Standard Location Application

## Offset Operator Plat

Thoroughbred 10-3 Fed Com 822H

**EXHIBIT  
C**

USPSArticleNumber	DateMailed	ReferenceNumber	Name1	Name2	Address1	Address2	Address3	City	State	Zip
9314869904300138135937	8/4/25	4188.64 - NSL - Thoroughbred 822H	Bureau of Land Management		620 E. Greene Street			Carlsbad	NM	88220-6292
9314869904300138135944	8/4/25	4188.64 - NSL - Thoroughbred 822H	XTO Energy Holdings, LLC	Attn: Matthew Fletcher	22777 Springwoods Village Pkwy			Spring	TX	77389
9314869904300138135951	8/4/25	4188.64 - NSL - Thoroughbred 822H	Matador Production Company		One Lincoln Center	5400 LBJ Freeway	Suite 1500	Dallas	TX	75240

EXHIBIT  
D



For the Pursuit of Energy

ABADIE | SCHILL PC

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

August 4, 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 Thoroughbred 10-3 Fed Com 822H Well located in the E/2 of Sections 10 and 3, all in Township 26 South, Range 31 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](mailto:OCD.Engineer@emnrd.nm.gov).

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

Ryan Cloer  
Landman  
Devon Energy Production Company, L.P.  
(405) 228-2448  
[Ryan.Cloer@devon.com](mailto:Ryan.Cloer@devon.com)

[abadieschill.com](http://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,

A handwritten signature in black ink, appearing to read 'Darin C. Savage', written over a horizontal line.

Darin C. Savage

Attorney for Devon Energy Production  
Company, L.P.

Waiver

\_\_\_\_\_ hereby waives objection to the above referenced Application of Devon Energy Production Company, L.P., for administrative approval of unorthodox well location for its Thoroughbred 10-3 Fed Com 822H Well located in the E/2 of Sections 10 and 3, all in Township 26 South, Range 31 East, NMPM, Eddy County, New Mexico.

Dated: \_\_\_\_\_

Signature: \_\_\_\_\_

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

General Information  
Phone: (505) 629-6116

Online Phone Directory  
<https://www.emnrd.nm.gov/oed/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 491903

CONDITIONS

Operator: DEVON ENERGY PRODUCTION COMPANY, LP 333 West Sheridan Ave. Oklahoma City, OK 73102	OGRID: 6137
	Action Number: 491903
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	8/4/2025