

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Erin Taylor
Acting Cabinet Secretary

Ben Shelton
Deputy Secretary

Albert C.S. Chang
Division Director
Oil Conservation Division



Darin C. Savage
darin@abadieschill.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL – 9175

**WPX Energy Permian, LLC [OGRID 246289]
Steel Guitar 35 26 Federal Com Well No. 333H
API No. 30-015-55937**

Reference is made to your application received on October 23rd, 2025.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	655 FNL & 1120 FEL	A	26	26S	29E	Eddy
First Take Point	100 FNL & 2555 FEL	B	26	26S	29E	Eddy
Last Take Point	100 FSL & 2555 FEL	G/11	35	26S	29E	Eddy
Terminus	50 FSL & 2555 FEL	G/11	35	26S	29E	Eddy

Proposed NSL Horizontal Unit

Description	Acres	Pool	Pool Code
E/2 Section 26	430.41	Wildcat; Bone Spring	98211
E/2 Section 35			

You have requested to drill this horizontal well at an unorthodox well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator dedicate a horizontal well at a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter - quarter section or equivalent. 19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the completed interval to any outer boundary of the horizontal spacing unit, measured along a line perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 330 feet for an oil well. 19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal

1220 South St. Francis Drive, 3rd Floor • Santa Fe, New Mexico 87505

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Administrative Order NSL – 9175
WPX Energy Permian, LLC
Page 2 of 2

well shall be no closer than 100 feet for a well within the horizontal plane, to any outer boundary of the 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 85 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 26, encroachment to the E/2 W/2
Section 35, encroachment to the E/2 W/2

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 minimize reserves left in the ground by allowing more optimal well spacing within the Bone Spring formation underlying the E/2 of section 26 and the E/2 of Section 35, 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 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 C.S. Chang
Division Director
AC/lrl

Date: 1/26/2026

ID NO. 519623

NSL - 9175

Revised March 23, 2017

RECEIVED: 10/23/25	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

Applicant: <u>WPX Energy Permian, LLC</u>	OGRID Number: <u>246289</u>
Well Name: <u>Steel Guitar 35-26 Fed Com 333H Well</u>	API: <u>30-015-55937</u>
Pool: <u>Bone Spring</u>	Pool Code: <u>98211</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 holdersB. ☐ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☐ Notification and/or concurrent approval by SLOE. ☒ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☒ 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.

Darin C. Savage

Print or Type Name

/s/ Darin C. Savage

Signature

October 22, 2025

Date

970-385-4401

Phone Number

darin@abadieschill.com

e-mail Address

SUBMITTED TO THE OIL CONSERVATION DIVISION:

Application of WPX Energy Permian, LLC, for administrative approval of unorthodox well location for its **Steel Guitar 35-26 Fed Com 333H Well** located in the E/2 of Sections 26 and 35, all in Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico.

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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)

WPX Energy Permian, LLC



For the Pursuit of Energy

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

October 22, 2025

Albert C.S. 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 WPX Energy Permian, LLC, for administrative approval of unorthodox well location for its Steel Guitar 35-26 Fed Com 333H Well located in the E/2 of Sections 26 and 35, all in Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico.

Dear Director Chang:

WPX Energy Permian, LLC ("WPX"), OGRID No. 246289, is seeking administrative approval of an unorthodox well location ("NSL") for the Steel Guitar 35-26 Fed Com 333H Well (the "333H Well") (API No. 30-015-55937) to be completed within the Purple Sage; Wolfcamp (Gas) Pool (Pool Code 98220) underlying a standard 430.41-acre, more or less, horizontal spacing unit comprised of the E/2 of Sections 26 and 35, Township 26 South, Range 29 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): 655' from the North line and 1120' from the East line (Unit A) of Section 26, Township 26 South, Range 29 East;
- Bottom Hole Location (BHL): 50' from the South line and 2555' from the East line (Lot 11) of Section 35, Township 26 South, Range 29 East;
- First Take Point (FTP): 100' from the North line and 2555' from the East line (Unit B) of Section 26, Township 26 South, Range 29 East;
- Last Take Point (LTP): 100' from the South line and 2555' from the East line (Lot 11) of Section 35, Township 26 South, Range 29 East.

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O : 970.385.4401 • F : 970.385.4901

WPX has included as Exhibit B, a letter explaining why this application is needed. This well will produce from the Bone Spring formation, WC 015 G-03 S262925D; Bone Spring (Pool Code 98211), which is governed by statewide rules. The completed interval for the proposed well is closer than 330' from the eastern boundary of the spacing unit.

The unorthodox location will encroach towards the W/2 of Sections 26 and 35, Township 26 South, Range 29 East, NMPM, Eddy County, New Mexico, which is an adjoining unit for the Bone Spring formation.

WPX attests that, on or before submission of this application, it sent notice to the affected persons in the adjoining horizontal spacing unit which covers the W/2 of Sections 26 and 35, in Township 26 South, Range 29 East; said notice as described satisfies all provisions of 19.15.4.12A(2) NMAC; copies of the application and required plat maps were furnished. WPX has also provided notice to the Bureau of Land Management to the extent that federal leases are involved, pursuant to 19.15.2.7A(8)(d) NMAC. WPX 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. 25611.

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

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION		Revised July 9, 2024	
	Submittal Type:	<input checked="" type="checkbox"/>	Initial Submittal	
		<input type="checkbox"/>	Amended Report	
		<input type="checkbox"/>	As Drilled	

WELL LOCATION INFORMATION

API Number 30-015-55937	Pool Code 98211	Pool Name WC-015 G-03 S262925D;BONE SPRING
Property Code 332695	Property Name STEEL GUITAR 35-26 FED COM	Well Number 333H
OGRID No. 246289	Operator Name WPX ENERGY PERMIAN, LLC	Ground Level Elevation 2935.6'
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
A	26	26-S	29-E		655' FNL	1120' FEL	32.017944 32°01'04.60"	-103.949395 -103°56'57.82"	EDDY

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
LOT 11	35	26-S	29-E		50' FSL	2555' FEL	32.000242 32°00'00.87"	-103°57'19.68"	EDDY

Dedicated Acres 430.41	Infill or Defining Well INFILL	Defining Well API 30-015-55938	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
B	26	26-S	29-E		50' FNL	2555' FEL	32.0196	-103.9539	EDDY

First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	26	26-S	29-E		100' FNL	2555' FEL	32.019514 32°01'10.25"	-103.953926 -103°57'14.13"	EDDY

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
LOT 11	35	26-S	29-E		100' FSL	2555' FEL	32.000380 32°00'01.37"	-103°57'19.62"	EDDY

Unitized Area or Area of Uniform Interest N	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: N/A
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OPERATOR CERTIFICATIONS

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.

Amy A. Brown 05/09/2025
Signature Date

Amy Brown
Printed Name

AMY.BROWN@DVN.COM
Email Address

SURVEYOR CERTIFICATIONS

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief

J. C. Tompkins
Signature and Seal of Professional Surveyor
JAMES C. TOMPKINS 27117
Date 05/06/2025 Job No.: WTC-56823 Draft: FH!

Certificate Number
27117

Date of Survey
APRIL 28, 2025



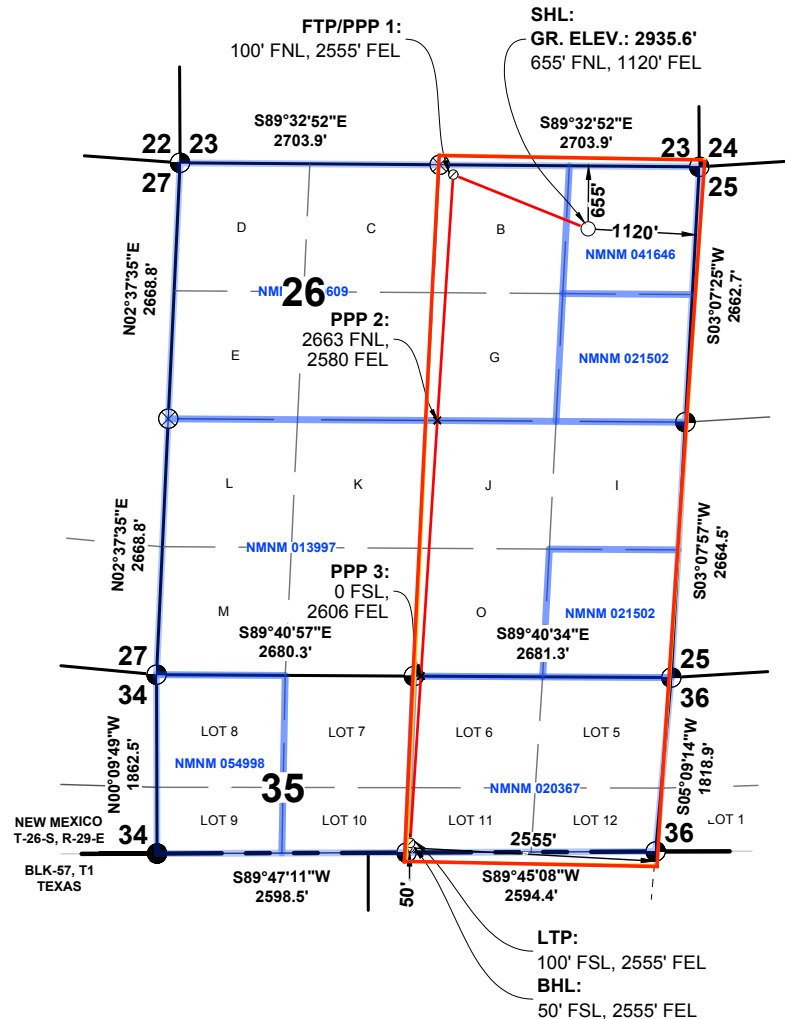
Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

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.

**SHL STEEL GUITAR 35-26****FED COM #333H****GR. ELEV. 2935.6'****NMSP-E (NAD 83)**

N.(Y): = 370478.4'

E.(X): = 660330.9'

LAT.: = 32.0179440° N

LON.: = 103.9493954° W

FTP PPP 1 STEEL GUITAR 35-26**FED COM #333H****NMSP-E (NAD 83)**

N.(Y): = 371044.5'

E.(X): = 658924.7'

LAT.: = 32.0195138° N

LON.: = 103.9539262° W

PPP 2 STEEL GUITAR 35-26**FED COM #333H****NMSP-E (NAD 83)**

N.(Y): = 368482.5'

E.(X): = 658759.7'

LAT.: = 32.0124728° N

LON.: = 103.9544874° W

PPP 3 STEEL GUITAR 35-26**FED COM #333H****NMSP-E (NAD 83)**

N.(Y): = 365819.8'

E.(X): = 658588.2'

LAT.: = 32.0051547° N

LON.: = 103.9550706° W

LTP STEEL GUITAR 35-26**FED COM #333H****NMSP-E (NAD 83)**

N.(Y): = 364082.4'

E.(X): = 658476.4'

LAT.: = 32.0003797° N

LON.: = 103.9554511° W

BHL STEEL GUITAR 35-26**FED COM #333H****NMSP-E (NAD 83)**

N.(Y): = 364032.3'

E.(X): = 658471.9'

LAT.: = 32.0002423° N

LON.: = 103.9554662° W

SECTION: 26, T-26-S, R-29-E, N.M.P.M.**COUNTY:** EDDY **STATE:** NEW MEXICO**DESCRIPTION:** 655' FNL & 1120' FEL**OPERATOR:** WPX ENERGY PERMIAN, LLC**WELL NAME:** STEEL GUITAR 35-26 FED COM #333H**DUWI:** WA018437445 **UFID:** AA000497611**WELL PAD:** STEEL GUITAR 35-26 FED EAST PAD

W T C, INC.
405 S.W. 1st Street
Andrews, TX 79714
(432) 523-2181

WPX ENERGY PERMIAN, LLC

JOB NO.: WTC56823



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

October 21, 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
WPX Energy Permian, LLC
Steel Guitar 35-26 Fed Com 333H
E/2 of Section 26 and Lots 5, 6, 11 & 12 of Section 35, Township 26 South, Range 29 East
Eddy County, New Mexico

Dear Mr. Lowe:

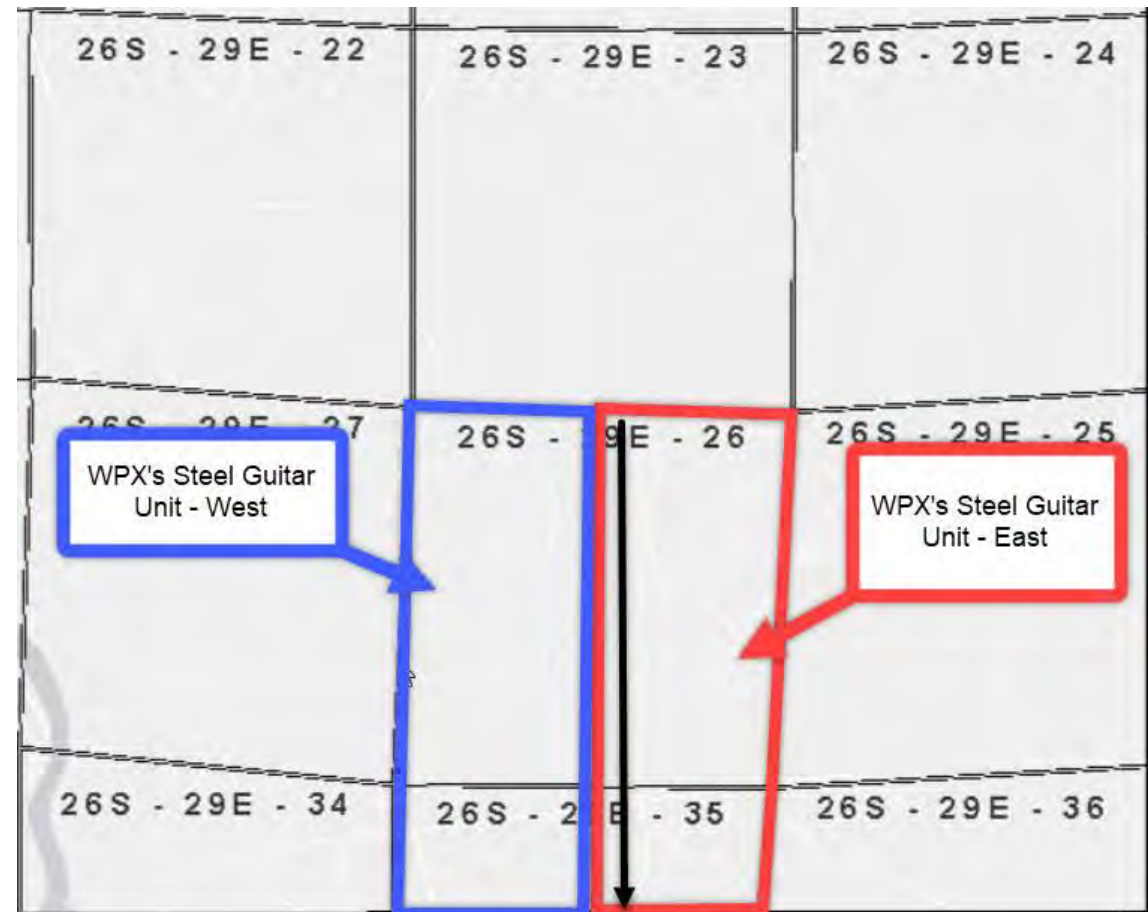
WPX Energy Permian, LLC, a wholly owned subsidiary of Devon Energy Corporation, respectfully requests administrative approval of a nonstandard location for the Steel Guitar 35-26 Fed Com 333H. This well is in the Purple Sage-Wolfcamp Gas Pool (Pool Code 98220). It is WPX's responsibility as a prudent operator to minimize reserves left in the ground. Decreasing the setback for the completed interval to less than three hundred thirty feet (330') will allow for more optimal well spacing within the unit, thereby increasing ultimate recovery of reserves and thereby preventing waste of natural resources.

Sincerely,

A handwritten signature in green ink that reads "Emily Vernier". The signature is fluid and cursive, with the first name "Emily" and last name "Vernier" clearly distinguishable.

Emily Vernier
Reservoir Engineer

Steel Guitar 26-35 Fed Com 333H – NSL Offset Tract Map



Affected Parties

- WPX is the operator of the Steel Guitar Unit covering the W/2 of Section 26 and Lots 7-10 of Section 35.
- The only WI owner in the W/2 unit besides WPX is Southwest Royalties, Inc.
Southwest Royalties, Inc.
P.O. Box 53570
Midland, TX 79710

Steel Guitar 333H								
Mailer ID	Package Tracking Number	Transaction Date	Recipient Company	Recipient Address	Recipient Country	Carrier	Class	Reference 1
898643	{9414809898643574986080}	10/22/2025	SOUTHWEST ROYALTIES INC	PO BOX 53570 Suite 1200 MIDLAND TX 79710-357	US	usps	FCM	WPX 4188.75 Steel Guitar 333H NSL
898643	{9414809898643574985908}	10/22/2025	Bureau of Land Management	301 Dinosaur Trail SANTA FE NM 87508	US	usps	FCM	WPX 4188.75 Steel Guitar 333H NSL



For the Pursuit of Energy

ABADIE | SCHILL PC

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

October 22, 2025

**VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED**

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

Re: Application of WPX Energy Permian, LLC, for administrative approval of unorthodox well location for its Steel Guitar 35-26 Fed Com 333H Well located in the E/2 of Sections 26 and 35, all in Township 26 South, Range 29 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:

Tim Prout
Sr. Staff Landman
Devon Energy Production Company, L.P.
(405) 552-6113
Tim.Prout@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,

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

Darin C. Savage

Attorney for WPX Energy Permian, LLC

Waiver

_____ hereby waives objection to the above referenced Application for an Unorthodox Location for the Steel Guitar 35-26 Fed Com 333H Well located in the E/2 of Sections 26 and 35, all in Township 26 South, Range 29 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/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 519623

CONDITIONS

Operator: WPX Energy Permian, LLC Devon Energy - Regulatory Oklahoma City, OK 73102	OGRID: 246289
	Action Number: 519623
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	10/28/2025