

Approved

NSL

Order

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Adrienne E. Sandoval, Division Director
Oil Conservation Division



May 8, 2020

Ms. Kaitlyn A. Luck
kaluck@hollandhart.com

NON-STANDARD LOCATION

Administrative Order NSL-8027

**Devon Energy Production, L.P. [OGRID 6137]
Big Cat 16 9 State Federal Com Well No. 1H
API No. 30-025-43196**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	2590 FNL & 614 FWL	E	16	23S	32E	Lea
First Take Point	2575 FSL & 358 FWL	E	16	23S	32E	Lea
Last Take Point/ Terminus	219 FSL & 394 FWL 330 FNL & 660 FWL	D D	9 9	23S 23S	32E 32E	Lea Lea

Proposed Horizontal Spacing Unit

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 NW/4 of Section 16 W/2 W/2 of Section 9	240	Wild Cat; Bone Spring	97933

Reference is made to your application received on April 17, 2020.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. Sub Paragraph (a) of Paragraph (1) of Subsection B of 19.15.16.15 NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal oil well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal oil well's completed interval penetrates, each of which consists of a governmental quarter-quarter section or equivalent.

This well's completed interval is as close as 65 feet to the southern edge. Encroachment will impact the following tract.

Section 16, encroachment to the W/2 SW/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 that you are requesting this unorthodox location as a preferred well spacing plan for your well within the horizontal spacing unit located in the Bone Spring formation underlying the W/2 NW/4 of Section 16 and W/2 W/2 of Section 9.

Your application has been filed under Subsection 6 of Paragraph of Section (C) of 19.15.16.15 NMAC, 19.15.15.13 NMAC and Paragraph (2) of Subsection A of 19.15.4.12 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.



ADRIENNE E. SANDOVAL
Oil Conservation Division Director

AES/lrl

cc: Oil Conservation Division – Hobbs District Office
State Land Office – Oil, Gas, and Minerals Division

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Monday, May 11, 2020 12:41 PM
To: Kaitlyn A. Luck
Cc: Bratcher, Mike, EMNRD; Podany, Raymond, EMNRD; 'lisa@rwbyram.com'; Goetze, Phillip, EMNRD; Murphy, Kathleen A, EMNRD; Terry Warnell; Rose-Coss, Dylan H, EMNRD; McClure, Dean, EMNRD; Simmons, Kurt, EMNRD; Lamkin, Baylen, EMNRD; Garcia, John A, EMNRD; Scott Cox; 'jglover@blm.gov'; Holm, Anchor E.
Subject: APPROVED NSL_DEVON ENERGY PROD. CO._Big Cat 16 9 State Fed Com Well No. 1H_16 23S 32E
Attachments: NSL-8027_Devon Energy_Big Cat 16 9 State Fed Com Well No. 1H_16 23S 32E.pdf
Importance: High

Ms. Kaitlyn A. Luck,

The following NSL Administrative Order has been issued and will soon be available on the Division's web site:
<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

Devon Energy Production Company [6137]

NSL	AMD	OGRID	WELL NAME	API
8027	-	6137	Big Cat 16 9 State Fed Com Well No. 1H	30-025-43196

A copy of the approved order is attached.

Leonard R. Lowe

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