

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, Director
Oil Conservation Division



Mr. Darin Savage
darin@abadieschill.com

NON-STANDARD LOCATION

Administrative Order NSL-8287

Devon Energy Production Company, L.P. [6137]
Mule 23 11 Federal Com Well No. 732H
API No. 30-015-PENDING

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	959 FNL & 1970 FWL	C	23	25S	31E	Eddy
First Take Point	1213 FNL & 1650 FWL	C	23	25S	31E	Eddy
Last Take Point	100 FNL & 1650 FWL	C	11	25S	31E	Eddy
Terminus	20 FNL & 1650 FWL	C	11	25S	31E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
N/2 NW/4 of Section 23 W/2 of Section 14 W/2 of Section 11	720	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on December 6th, 2021.

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 provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 107 feet to the southern edge and 100 feet to the northern edge. Encroachment will impact the following tract.

Section 23, encroachment to the S/2 NW/4, N/2 SW/4
Section 2, encroachment to the 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.

Division understands you are seeking this unorthodox location in order to increase the wells effective lateral length to enhance the recovery of resources, thus preventing waste within the Wolfcamp formation underlying the N/2 NW/4 of Section 23, W/2 of Section 14 and the W/2 of Section 11.

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.**

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
Division Director

Date: 2/22/2022

AES/lrl