

State of New Mexico
Energy, Minerals and Natural Resources Department

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Administrative Order NSP-2137

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Devon Energy Production Company [OGRID 6137]

Serpentine 2 35 State Federal Com Well No. 26H

Serpentine 2 35 State Federal Com Well No. 31H

Serpentine 2 26 State Federal Com Well No. 30H

**Located in Section 2 & Section 35, T23 South, R33 East & Section 26, T22 South, R33 East
Lea County, New Mexico**

Reference is made to your application received on June 9th, 2022.

You have requested an approval for a non-standard horizontal spacing unit as follows:

Description	Acres	Pool	Pool Code
E/2 Section 2, T23S, R34E	679.58	Brinnistool; Bone Spring	7320
E/2 Section 35, T22S, R34E			
SW/4 SE/4 Section 26, T22S, R34E			

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit comprising 679.58 acres, consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter-quarter section, as required by Rule 19.15.16.15(B)(3) NMAC.

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 which are being included.

You have requested this non-standard horizontal spacing unit due to the BLM's restriction of habitat in this location. This is in order to maximize development and protect correlative rights within the above referenced horizontal spacing unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit with a Sundry notice to the Engineering

Bureau. Additional wells shall be producing from the same horizontal spacing unit and pool/formation.

Reference this NSP order number on the As Drilled C-102 submitted with the Authorization to Transport (C-104), to place these wells into production.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



ADRIENNE E. SANDOVAL
Division Director

8/07/2022

Date

AES/lrl