Garcia, John A, EMNRD

From: Garcia, John A, EMNRD

Sent: Thursday, December 24, 2020 11:43 AM

To: 'Darin Savage'

Subject: Extension R-21261 Case 20962

Attachments: 20962_04_20_2020_08_34_04.pdf; Ext Request Case 20962 122320.pdf

Darin,

The OCD has received your request for an extension of time to drill the wells authorized by Order R-21261. The orders can be extended by amendment after notice and opportunity for hearing. In order to obtain an extension to drill or complete the wells, please file an application to amend the orders through the fee portal and give notice to the pooled working interest owners. A well that is not timely drilled or completed is subject to automatic termination under ordering paragraph 20: "This Order Shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by an amendment of this Order for good cause shown."

Thank you,

John Garcia

Petroleum Specialist
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505
505-476-3441





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

December 23, 2020

Adrienne Sandoval, Director Oil Conservation Division New Mexico Department of Energy Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Via Email to the Engineering Bureau

Re: Devon Energy Production Company, L.P.

Danger Noodle 29-20 Fed Com 2H Well Danger Noodle 29-20 Fed Com 1H Well Danger Noodle 29-20 Fed Com 3H Well

W/2 of Sections 20 & 29, T23S-R33E, NMPM

Case No. 20962; Order No. R-21261

Dear Ms. Sandoval.

I am writing on behalf of Devon Energy Production Company, L.P. ("Devon") to request a one-year extension of the well commencement deadline in Order No. R-21261, issued on April 18, 2020.

Case No. 20962, for the Bone Spring formation, was a companion case for the same lands as Case No. 20963, which was for the Wolfcamp formation. Devon has successfully commenced and completed drilling of the Wolfcamp formation, but due to logistical issues resulting from difficult economic circumstances, Devon has experienced delays in scheduling drilling operations for the Bone Spring formation.

Devon is committed to drilling the wells and has successfully entered into JOAs with all interest owners except one, who owns a very small working interest and has not made an election. Devon will continue to work with this owner and provide it with an updated Order, with Extension.

Thank you for your consideration of this matter. Please do not hesitate to contact me if any additional information is needed.

Very truly yours,

Darin C. Savage

Attorney for Devon Energy Production Company, L.P.