

ID NO. 225694

NSL - 8606

RECEIVED:	REVIEWER:	TYPE:	APP NO: pLEL2316441852
-----------	-----------	-------	-------------------------------

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: XTO Energy Inc. **OGRID Number:** 005380
Well Name: Outrider 28 Fed #406H **API:** 30-025-50252
Pool: WC-025 G-06 S253206M; Bone Spring **Pool Code:** 97899

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 holders
 B. Royalty, overriding royalty owners, revenue owners
 C. Application requires published notice
 D. Notification and/or concurrent approval by SLO
 E. Notification and/or concurrent approval by BLM
 F. Surface owner
 G. For all of the above, proof of notification or publication is attached, and/or,
 H. No notice required

<u>FOR OCD ONLY</u>	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	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.

Paula M Vance

Print or Type Name

Signature

June 6, 2023
Date

505-988-4421
Phone Number

pmvance@hollandhart.com
e-mail Address



Paula M. Vance
Associate Attorney
Phone (505) 954-7286
PMVance@hollandhart.com

June 05, 2023

VIA ONLINE FILING

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

**Re: XTO Energy Inc.
Request for Administrative Approval of Unorthodox Well Location**

Outrider 28 Fed #406H well
W/2 E/2 of Sections 21 and 28, T24S-R32E, Lea County, New Mexico
WC-025 G-06 S253206M; Bone Spring (~~98248~~) 97899, correct No.
API No. 30-025-50252

Dear Mr. Fuge:

XTO Energy Inc. (“XTO”) (OGRID No. 005380), pursuant to Division Rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC and applicable rules governing acreage and well location requirements for the WC-025 G-06 S253206M; Bone Spring (~~98248~~), seeks administrative approval of an unorthodox well location for its **Outrider 28 Fed #406H well** (API No. 30-025-50252), in a 320-acre, more or less, spacing unit underlying the W/2 E/2 of Sections 21 and 28, Township 24 South, Range 32 East, Lea County, New Mexico.

The location of the **Outrider 28 Fed #406H oil well** is as follows:

- Surface location: 449’ FSL and 2,093’ FWL (Unit N) of Section 28
- First take point: 100’ FSL and 2,394’ FEL (Unit O) of Section 28
- Last take point: 100’ FNL and 2,404’ FEL (Unit B) of Section 21
- Bottom hole location: 50’ FNL and 2,404’ FEL (Unit B) of Section 21

Since this acreage is governed by the Division’s statewide rules, the completed interval for this well will be unorthodox because it is closer than the standard offsets to the western boundary of the spacing unit—thus, encroaching on the spacing unit to the west comprising the W/2 of Sections 21 and 28. As explained in the engineering statement included as **Exhibit A**, approval of the

T 505.988.4421 F 505.983.6043
110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849
Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208
www.hollandhart.com

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming

unorthodox, interval is necessary to allow XTO to use its preferred well spacing plan for horizontal wells in this area, which will maximize recovery and prevent waste.

Exhibit B is a Form C-102 showing that the proposed Outrider 28 Fed #406H well encroaches on the spacing unit/tracts to the west in the W/2 of Sections 21 and 28.

Exhibit C is a plat for Sections 21 and 28, T24S-R32E, that shows the proposed Outrider 28 Fed #406H well in relation to the offsetting adjoining spacing unit/tracts to the west. Exhibit C also includes ownership information for the affected spacing unit to the west, showing that it is operated by XTO. In addition, the exhibit identifies that these are Bureau of Land Management (“BLM”) leases. Accordingly, the “affected persons”¹ is the BLM.

Exhibit D is a spreadsheet listing all affected persons requiring notice and includes tracking information demonstrating that each of the affected persons requiring notice was sent a copy of this application with all attachments by certified mail advising that any objections must be filed in writing with the Division within 20 days from the date the Division receives the application. The following are the affected persons:

Type	Affected Party	Location
Federal Mineral Interest	Bureau of Land Management	W/2 of Sections 21 and 28

Your attention to this matter is appreciated.

Sincerely,



Paula M. Vance
ATTORNEY FOR XTO ENERGY INC.

¹ See NMAC §§ 19.15.2.7.A(8) [defining “affected persons” as, “in the absence of an operator, or with respect to an application wherein the operator of the spacing unit or identified tract is the applicant, each working interest owner”] and 19.15.4.12.A(2)(a).



XTO Energy Inc.
Reservoir Dept.
22777 Springwoods Village Pkwy
Spring TX 77389-1425
jennifer.l.stewart1@ExxonMobil.com

Mr. Leonard Lowe
Engineering Administrative Permitting Group
Oil Conservation Division
Energy, Minerals and Natural
Resources Department
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

May 22, 2023

Re: Non-Standard Location Application
Outrider 28 Fed 406H Well
API#: 30-025-50252
Sections 21 & 28-T24S-R32E
Lea County, New Mexico

Mr. Leonard Lowe,

XTO is pursuing a dense well spacing in the Bonespring 2nd Sand for optimal resource recovery. To maintain equal spacing throughout the drill unit, the 406H was planned 275' East of the center Section line (Spacing Unit Line). XTO respectfully requests administrative approval of this non-standard location because it is necessary to avoid causing wasted resources and reducing production.

Sincerely,

A handwritten signature in black ink that reads 'Jennifer Stewart'.

Jennifer Stewart
Reservoir Engineer



An ExxonMobil Subsidiary

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-50252		² Pool Code 97899		³ Pool Name WC-025 G-06 S253206M; Bone Spring	
⁴ Property Code 332874		⁵ Property Name OUTRIDER 28 FED			⁶ Well Number 406H
⁷ OGRID No. 005380		⁸ Operator Name XTO ENERGY, INC.			⁹ Elevation 3,529'

¹⁰ Surface Location

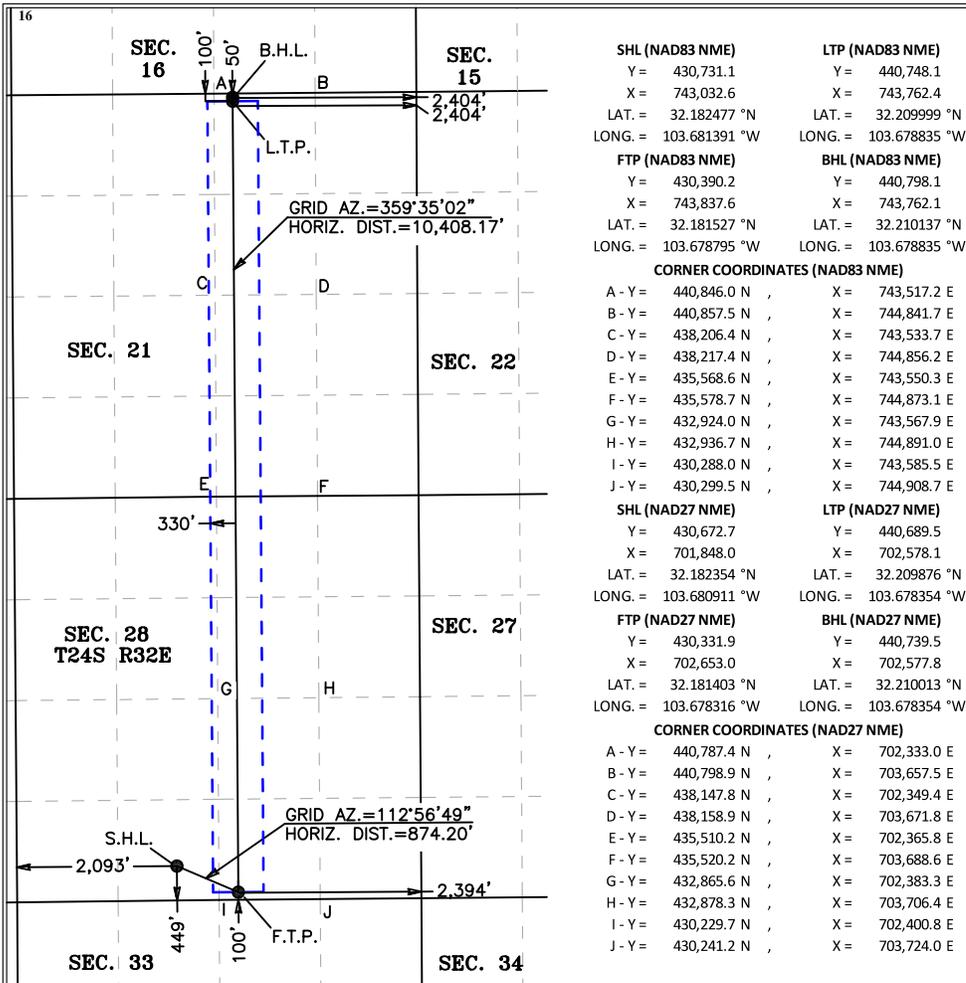
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	28	24 S	32 E		449	SOUTH	2,093	WEST	LEA

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	21	24 S	32 E		50	NORTH	2,404	EAST	LEA

¹² Dedicated Acres 320	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
--------------------------------------	-------------------------------	----------------------------------	-------------------------

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.



¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and 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 such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Jessica Dooling 7/12/2022
Signature Date

Jessica Dooling
Printed Name

jessica.dooling@exxonmobil.com
E-mail Address

¹⁸ SURVEYOR CERTIFICATION

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.

05-10-2022
Date of Survey

Professional Surveyor:

[Signature]
MARK DILLON HARP 23786
Certificate Number



EXHIBIT
B

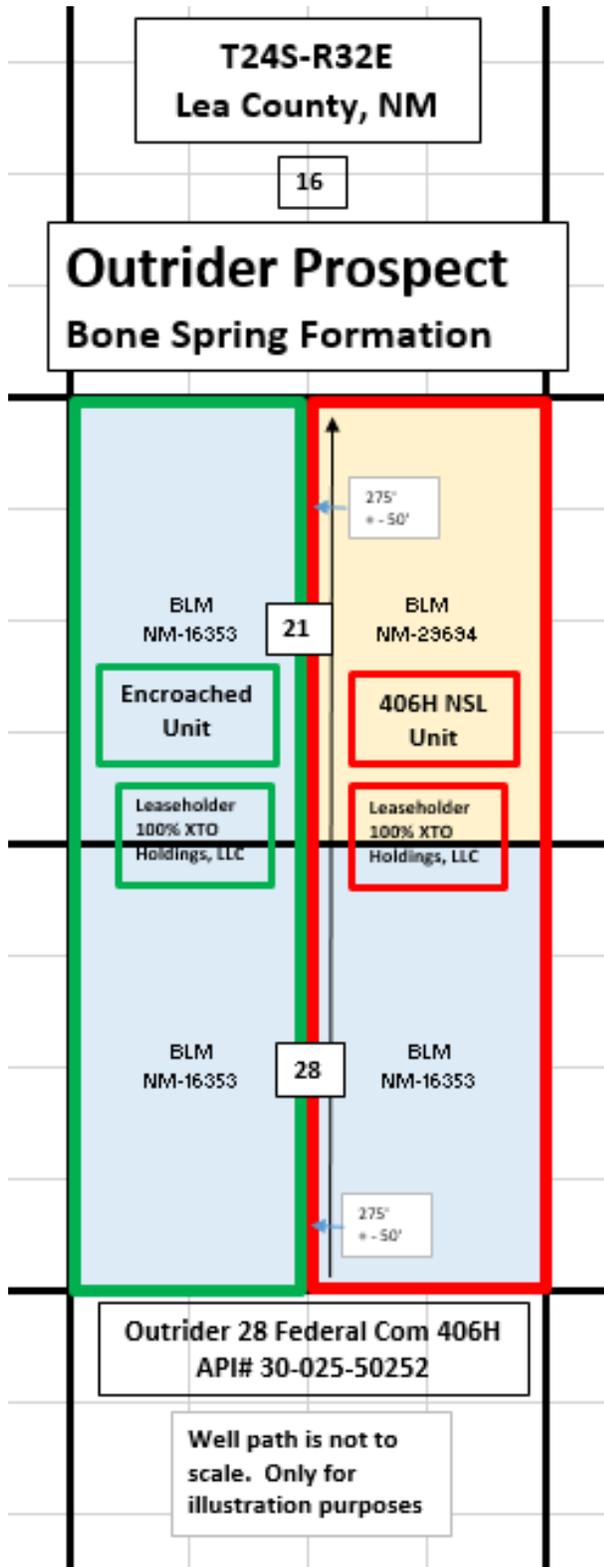


EXHIBIT
C

ADDR1	ADDR2	ADDR3	ADDR4	ADDR5
Bureau of Land Management	301 Dinosaur Trail	Santa Fe	NM	87508
Bureau of Land Management	620 E Greene St.	Carlsbad	NM	88220

EXHIBIT
D



Paula M. Vance
Associate Attorney
Phone (505) 954-7286
PMVance@hollandhart.com

June 05, 2022

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL AFFECTED PERSONS

Re: XTO Energy Inc.
Request for Administrative Approval of Unorthodox Well Location

Outrider 28 Fed #406H well
W/2 E/2 of Sections 21 and 28, T24S-R32E, Lea County, New Mexico
WC-025 G-06 S253206M; Bone Spring (98248)
API No. 30-025-50252

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from the date this application is received by the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Brett Woody
XTO Energy Inc.
(346) 566-9338
brett.woody@exxonmobil.com

Sincerely,

A handwritten signature in cursive script, appearing to read 'Paula M. Vance'.

ATTORNEY FOR XTO ENERGY INC.

Tracking Number	Recipient	Status
9214890194038317909913	Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508	Submitted
9214890194038317909920	Bureau of Land Management 620 E Greene St Carlsbad NM 88220	Submitted

From: [Paula M. Vance](#)
To: [Lowe, Leonard, EMNRD](#)
Subject: [EXTERNAL] RE: NSL Application - Outrider Federal Well No. 406H - Pool
Date: Monday, July 3, 2023 8:47:09 AM

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Mr. Lowe,

Per our conversation, the correct pool name and code is [97899] WC-025 G-06 S253206M; BONE SPRING, as indicated on the administrative checklist and C-102. The reference in the application and notice letter is a scrivener error.

Thank you for following up and catching this.

Paula Vance
Associate, Holland & Hart LLP

pmvance@hollandhart.com | T: (505) 954-7286 | M: (337) 280-9055

CONFIDENTIALITY NOTICE: This message is confidential and may be privileged. If you believe that this email has been sent to you in error, please reply to the sender that you received the message in error; then please delete this email.

From: Lowe, Leonard, EMNRD <Leonard.Lowe@emnrd.nm.gov>
Sent: Friday, June 30, 2023 3:48 PM
To: Paula M. Vance <PMVance@hollandhart.com>
Subject: NSL Application - Outrider Federal Well No. 406H - Pool
Importance: High

Ms. Paula M. Vance,

The NSL application for the Outrider Federal Well No. 406H well indicates the well is seeking an NSL within the Wildcat; Bone Spring Well, ID NO. 98248.

This NSL application has an associated API number as follows, 30-025-50252. Within the OCD database the referenced API number is associated with the following pool/formation, [97899] WC-025 G-06 S253206M; BONE SPRING.

Question, is this well going to be recompleted in another formation/pool?

Leonard R. Lowe
Engineering Bureau
OCD - EMNRD
8801 Horizon Blvd NE
Albuquerque, N.M. 87113
CELL NUMBER: 505-930-6717
<http://www.emnrd.state.nm.us/ocd/>

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(575) 393-6161 Fax:(575) 393-0720

District II
 811 S. First St., Artesia, NM 88210
 Phone:(575) 748-1283 Fax:(575) 748-9720

District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 225694

CONDITIONS

Operator: XTO ENERGY, INC 6401 Holiday Hill Road Midland, TX 79707	OGRID: 5380
	Action Number: 225694
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	6/13/2023