

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

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Dylan M. Fuge, Director
Oil Conservation Division (Acting)



Ms. Jaclyn M. McLean
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ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 8677

**Permian Resources Operating, LLC [OGRID 372165]
King Eider 12 Federal Com Well No. 503H
API No. 30-025-PENDING**

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	170 FSL & 1005 FEL	P	12	20S	35E	Lea
First Take Point	100 FSL & 2486 FEL	O	12	20S	35E	Lea
Last Take Point	100 FNL & 2513 FEL	02	01	20S	35E	Lea
Terminus						

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
W/2 E/2 of Section 12	320.24	Wildcat; Bone Spring Pool	96585
W/2 E/2 of Section 01			

Reference is made to your application received on October 31st, 2023.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) 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 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 154 - 127 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 12, encroachment to the E/2 W/2
Section 01, encroachment to the E/2 W/2

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The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location for optimal spacing of planned wells in this location and to prevent waste within the Bone Spring formation underlying W/2 E/2 of Section 12 and the W/2 E/2 of Section 01.

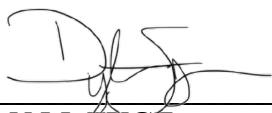
Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

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.



DYLAN M. FUGE
DIRECTOR (ACTING)
DMF/lrl

Date: 12/4/23

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

CONDITIONS

Action 291262

CONDITIONS

Operator: Permian Resources Operating, LLC 1001 17th Street, Suite 1800 Denver, CO 80202	OGRID: 372165
	Action Number: 291262
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	12/5/2023