

Revised March 23, 2017

ID NO. 284281

NSL - 8685

RECEIVED: 11/09/23	REVIEWER:	TYPE:	APP NO: pLEL2331759083
---------------------------	-----------	-------	-------------------------------

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: Corral 17-5 Fed #802H well **API:** 30-015-PENDING
Pool: Willow Lake, Bone Spring, Southeast **Pool Code:** 96217

**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

FOR OCD ONLY

- ☐ Notice Complete
☐ 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

10/30/23

Date

505-954-7286

Phone Number

pmvance@hollandhart.com

e-mail Address



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

October 30, 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

Corral 17-5 Fed Com 802H well
W/2 of Sections 5, 8, and 17, Township 25 South, Range 29 East
Eddy County, New Mexico
Willow Lake, Bone Spring, Southeast [Pool 96217]
API No. 30-015-PENDING

Dear Mr. Fuge:

XTO Energy Inc. (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 Willow Lake, Bone Spring, Southeast [Pool 96217], seeks administrative approval of an unorthodox well location for its **Corral 17-5 Fed Com 802H well** (API No. 30-015-PENDING), in a 958.97-acre, more or less, spacing unit underlying the W/2 of Sections 5, 8, and 17, Township 25 South, Range 29 East, Eddy County, New Mexico.

The **Corral 17-5 Fed Com 802H** oil well is an infill well. The **Corral 17-5 Fed Com 801H** oil well is the defining well, creating the enlarged spacing unit.

The proposed location for the **Corral 17-5 Fed Com 802H** is as follows:

- Surface location: 344' FSL and 2,175' FWL (Unit N) of Section 17
- First take point: 100' FSL and 2,345' FWL (Unit N) of Section 17
- Last take point: 100' FNL and 2,345' FWL (Lot 3) of Section 5
- Bottom hole location: 50' FNL and 2,345' FWL (Lot 3) of Section 5

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

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 eastern boundary of the spacing unit—thus encroaching on the E/2 of Sections 5, 8, and 17, Township 25 South, Range 29 East.

XTO Energy Inc. respectfully requests administrative approval of a non-standard location for the **Corral 17-5 Fed Com 802H well** and provides the following reason for the request: Due to the current spacing of the producing wells in this section, XTO Energy Inc. has planned the Corral 17-5 Fed Com 802H with at least 660 feet of spacing between each well. This spacing pattern causes the Corral 17-5 Fed Com 802H to be drilled less than 50 feet from the East/West boundary of the spacing units. XTO Energy Inc. requests approval of this non-standard location because it is necessary to avoid causing wasted resources and reducing the production of the wells to be drilled in each of the spacing units.

Exhibit A is a Form C-102 and Sundry submittals showing the proposed Corral 17-5 Fed Com 802H well encroaches on the spacing unit/tracts to the east in the E/2 of Sections 5, 8, and 17, Township 25 South, Range 29 East. Also, included is the Form C-102 for the Corral 17-5 Fed Com 801H, the defining well for the spacing unit.

Exhibit B is a plat for Sections 5, 8, and 17, T25S, R29E, that shows the proposed Corral 17-5 Fed Com 802H well in relation to the adjoining spacing unit/tracts to the east. Exhibit B also includes an ownership list for the affected spacing unit to the east, showing that it is operated by XTO Energy Inc., and include the following other working interest owners: B F Albritton LLC, Ernest Grodi, G E Rogers LLC, H M Bettis Inc, L E Oppermann, LRF Jr LLC, MOON ROYALTY LLC, Penroc Oil Corporation, Sonic Oil & Gas LP, T C Energy LLC, The Allar Comp, and RAYBAW Operating, LLC (3rd party operator). In addition, the exhibit identifies that this includes Bureau of Land Management ("BLM") leases. Accordingly, the "affected persons"¹ are listed in the table below.

Exhibit C is a spreadsheet listing all affected persons and includes tracking information demonstrating that each of the affected persons 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:

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).

Type	Affected Party	Location
Operator	XTO Energy Inc.	E/2 of Sections 5, 8, and 17
Working Interest	B F Albritton LLC	E/2 of Section 5
Working Interest	Ernest Grodi	E/2 of Section 5
Working Interest	G E Rogers LLC	E/2 of Section 5
Working Interest	H M Bettis Inc	E/2 of Section 5
Working Interest	L E Oppermann	E/2 of Section 5
Working Interest	LRF Jr LLC	E/2 of Section 5
Working Interest	MOON ROYALTY LLC	E/2 of Section 5
Working Interest	Penroc Oil Corporation	E/2 of Section 5
Working Interest	Sonic Oil & Gas LP	E/2 of Section 5
Working Interest	T C Energy LLC	E/2 of Section 5
Working Interest	The Allar Comp	E/2 of Section 5
Working Interest	RAYBAW Operating, LLC (3rd party operator)	N/2 of Section 8 in 1st Bone Spring
Federal/State Mineral Interest	Bureau of Land Management	E/2 of Sections 5, 8, and 17

Your attention to this matter is appreciated.

Sincerely,



Paula M. Vance
ATTORNEY FOR XTO ENERGY INC.

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

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.

A

Intent ☒ As Drilled ☐

API # 30015		
Operator Name: XTO ENERGY, INC	Property Name: Coral 17-8 Fed Com	Well Number 802H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
Latitude					Longitude				NAD

First Take Point (FTP)

UL N	Section 17	Township 25S	Range 29E	Lot	Feet 100	From N/S South	Feet 2,345	From E/W West	County Eddy
Latitude 32.123125					Longitude 104.007566				NAD 83

Last Take Point (LTP)

UL 3	Section 8	Township 25S	Range 29E	Lot	Feet 100	From N/S North	Feet 2,345	From E/W West	County Eddy
Latitude 32.166217					Longitude 104.007481				NAD 83

Is this well the defining well for the Horizontal Spacing Unit? ☐Is this well an infill well? ☐

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	Property Name:	Well Number

KZ 06/29/2018

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

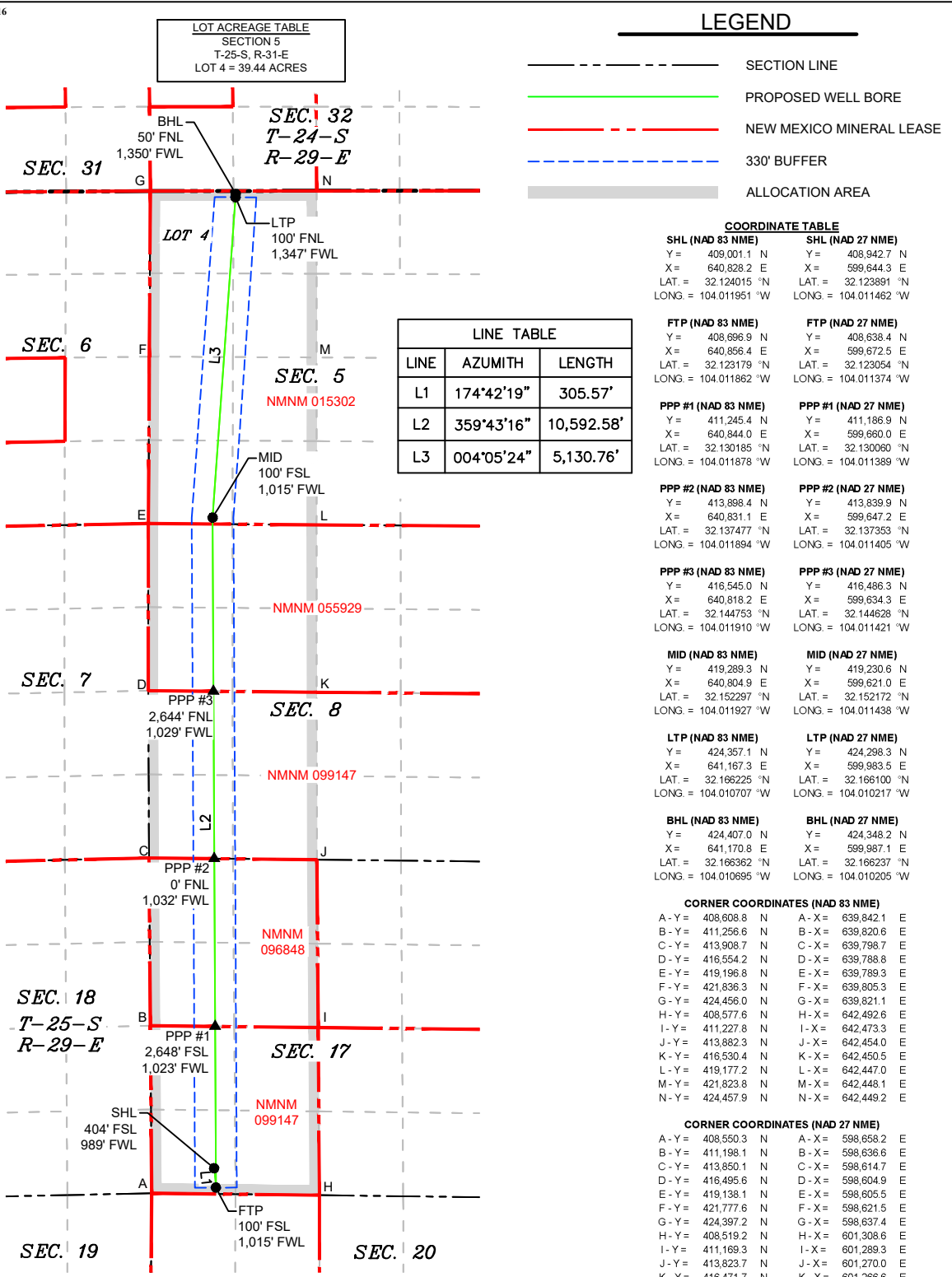
¹ API Number 30-015-	² Pool Code 96217	³ Pool Name WILLOW LAKE; BONE SPRING, SOUTHEAST
⁴ Property Code	⁵ Property Name CORRAL 17-5 FED COM	⁶ Well Number 801H
⁷ OGRID No. 005380	⁸ Operator Name XTO ENERGY, INC	⁹ Elevation 2,953'

¹⁰ Surface Location									
UL or lot no. M	Section 17	Township 25 S	Range 29 E	Lot Idn	Feet from the 404	North/South line SOUTH	Feet from the 989	East/West line WEST	County EDDY

¹¹ Bottom Hole Location If Different From Surface									
UL or lot no. 4	Section 5	Township 25 S	Range 29 E	Lot Idn	Feet from the 50	North/South line NORTH	Feet from the 1,350	East/West line WEST	County EDDY

¹² Dedicated Acres 958.97	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.



Intent ☒ As Drilled ☐

API # 30015		
Operator Name: XTO ENERGY, INC	Property Name: Coral 17-8 Fed Com	Well Number 801H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
Latitude					Longitude				NAD

First Take Point (FTP)

UL M	Section 17	Township 25S	Range 29E	Lot	Feet 100	From N/S South	Feet 1,015	From E/W West	County Eddy
Latitude 32.123179					Longitude 104.011862				NAD 83

Last Take Point (LTP)

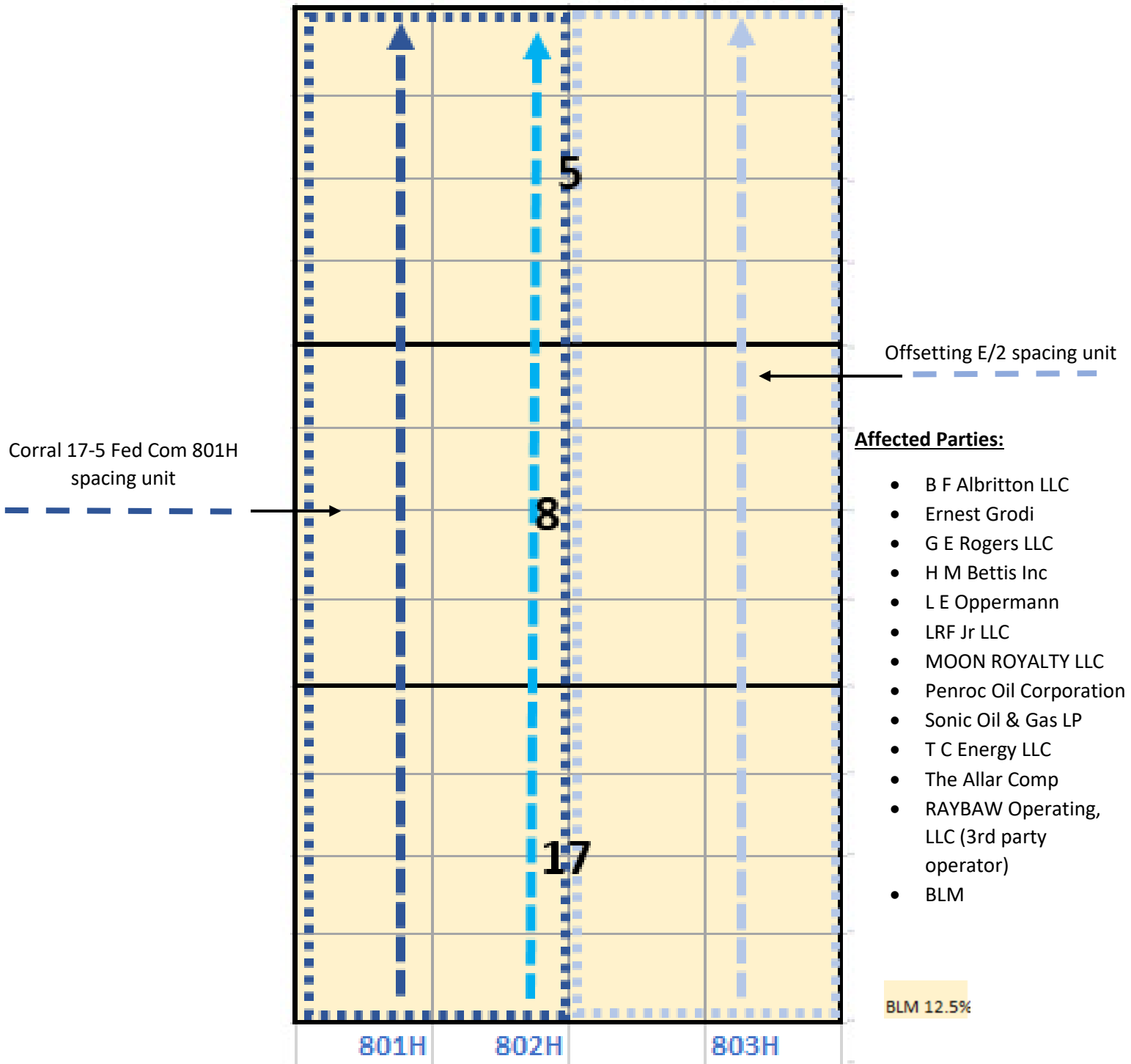
UL 4	Section 8	Township 25S	Range 29E	Lot	Feet 100	From N/S North	Feet 1,347	From E/W West	County Eddy
Latitude 32.166225					Longitude 104.010707				NAD 83

Is this well the defining well for the Horizontal Spacing Unit? ☐Is this well an infill well? ☐

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	Property Name:	Well Number

KZ 06/29/2018

Corral 17-5 Fed Com (Bone Spring)

* Note: The completed interval for the **Corral 17-5 Fed Com 801H and 803H** are both expected to remain within 330 feet of the adjoining quarter-quarter section (or equivalent) tracts to allow inclusion of these proximity tracts within the proposed horizontal spacing unit under NMAC 19.15.16.15.B(1)(b). Thus, creating the enlarged W/2 unit and E/2 units.

EXHIBIT
B

B F Albritton LLC	PO BOX 266	Graham	TX	76450
Ernest Grodi	3211 ROSEMEADE DR UNIT #1312	Fort Worth	TX	76116
G E Rogers LLC	PO BOX 1461	Graham	TX	76450
H M Bettis Inc	BOX 1240	Graham	TX	76450-1240
L E Oppermann	500 W TEXAS AVE STE 830	Midland	TX	79701-4276
LRF Jr LLC	1010 W Wall St	Midland	TX	79701
MOON ROYALTY LLC	PO BOX 720070	Oklahoma City	OK	73172-0070
Penroc Oil Corporation	1515 Calle Sur, Ste. 174	Hobbs	NM	88240
Sonic Oil & Gas LP	P.O. Box 1240	Graham	TX	76450-7240
T C Energy LLC	PO BOX 1461	Graham	TX	76450
The Allar Comp	PO Box 1567	Graham	TX	76450-7567
RAYBAW Operating, LLC	2626 Cole Avenue Suite 300	Dallas	TX	75204
Bureau of Land Management	301 Dinosaur Trail	Santa Fe	NM	87508
Bureau of Land Management	620 E Greene St.	Carlsbad	NM	88220

EXHIBIT

C



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

October 27, 2023

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL AFFECTED PERSONS

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

Corral 17-5 Fed Com 802H well
W/2 of Sections 5, 8, and 17, Township 25 South, Range 29 East
Eddy County, New Mexico
Willow Lake, Bone Spring, Southeast [Pool 96217]
API No. 30-015-PENDING

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 this date with the applicant and 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:

Vincent Cuccerre, CPL
XTO Energy Inc.
Office: (346) 998-2541
Vincent.Cuccerre@ExxonMobil.com

Sincerely,

A handwritten signature in blue ink, appearing to read "Paula M. Vance".

Paula M. Vance
ATTORNEY FOR XTO ENERGY INC.

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

XTO - Corral 17-5 Fed Com #802H well
Postal Delivery Report

TrackingNo	ToName	DeliveryAddress	City	State	Zip	USPS_Status
9414811898765494218119	B F Albritton LLC	PO Box 266	Graham	TX	76450-0266	Your package is moving within the USPS network and is on track to be delivered by
9414811898765494218164	Ernest Grodi	3211 Rosemeade Dr Unit 1312	Fort Worth	TX	76116-0955	Your package is moving within the USPS network and is on track to be delivered by
9414811898765494218126	G E Rogers LLC	PO Box 1461	Graham	TX	76450-7461	Your package is moving within the USPS network and is on track to be delivered by
9414811898765494218102	H M Bettis Inc	PO Box 1240	Graham	TX	76450-1240	Your package is moving within the USPS network and is on track to be delivered by
9414811898765494218140	L E Oppermann	500 W Texas Ave Ste 830	Midland	TX	79701-4276	Your item arrived at our MIDLAND TX DISTRIBUTION CENTER destination facility
9414811898765494218188	LRF Jr LLC	1010 W Wall St	Midland	TX	79701-6638	Your item arrived at our MIDLAND TX DISTRIBUTION CENTER destination facility
9414811898765494218133	MOON ROYALTY LLC	PO Box 720070	Oklahoma City	OK	73172-0070	Your package is moving within the USPS network and is on track to be delivered by
9414811898765494218171	Penroc Oil Corporation	1515 W Calle Sur St Ste 174	Hobbs	NM	88240-0998	Your package is moving within the USPS network and is on track to be delivered by
9414811898765494218317	Sonic Oil & Gas LP	PO Box 1240	Graham	TX	76450-1240	Your package is moving within the USPS network and is on track to be delivered by
9414811898765494218355	T C Energy LLC	PO Box 1461	Graham	TX	76450-7461	Your package is moving within the USPS network and is on track to be delivered by
9414811898765494218362	The Allar Comp	PO Box 1567	Graham	TX	76450-7567	Your package is moving within the USPS network and is on track to be delivered by
9414811898765494218324	RAYBAW Operating, LLC	2626 Cole Ave Ste 300	Dallas	TX	75204-1094	Your item arrived at our DALLAS TX DISTRIBUTION CENTER destination facility
9414811898765494218300	Bureau of Land Management	301 Dinosaur Trl	Santa Fe	NM	87508-1560	Your item arrived at our ALBUQUERQUE, NM 87101 destination facility on October
9414811898765494218393	Bureau of Land Management	620 E Greene St	Carlsbad	NM	88220-6292	Your package is moving within the USPS network and is on track to be delivered by

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 284281

CONDITIONS

Operator: XTO PERMIAN OPERATING LLC. 6401 HOLIDAY HILL ROAD MIDLAND, TX 79707	OGRID: 373075
	Action Number: 284281
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	11/13/2023