ID NO. 319916	н на селото на селото Селото на селото на се	NSL - 8728	Revised March 23, 201
RECEIVED: 03/04/24	REVIEWER:	TYPE:	APP NO: pLEL2406530111
	- Geolog	ABOVE THIS TABLE FOR OCC DIVISION (ICO OIL CONSERVATION) gical & Engineering Bu Francis Drive, Santa Fe	DN DIVISION
		TRATIVE APPLICATION	
		R ALL ADMINISTRATIVE APPLICATION REQUIRE PROCESSING AT THE DIVIS	IS FOR EXCEPTIONS TO DIVISION RULES AND SION LEVEL IN SANTA FE
pplicant: <u>Novo Oil &</u> ell Name: <u>Rana Sala</u>			OGRID Number: <u>372920</u> API:
ol: <u>Purple Sage; Wo</u>		001120411	Pool Code: 98220
		INDICATED BELOW	TO PROCESS THE TYPE OF APPLICATIO
	cing Unit – Sim	se which apply for [A] ultaneous Dedication P(PROJECT AREA) NSP(PRO	
WFX NOTIFICATION REQU A. Offset opera B. Royalty, ove C. Application D. Notification E. Notification F. Surface owr G. For all of the H. No notice re	CTB Disposal – Pres PMX IRED TO: Check tors or lease h miding royalty requires publis and/or concu and/or concu and/or concu above, proof equired	PLC PC OLS ssure Increase – Enhance SWD IPI EOR ck those which apply. holders owners, revenue owner owners, revenue owner shed notice by SLO urrent approval by SLO urrent approval by BLM EOR	PPR FOR OCD ONLY Notice Complete S Application Content Complete Complete
administrative appro understand that no notifications are sub	oval is accurat action will be t mitted to the [e and complete to the l taken on this application Division.	tted with this application for best of my knowledge. I also n until the required information and
Note: State	ment must be com	pleted by an individual with man	nagerial and/or supervisory capacity.
Jaclyn M. McLean			03/04/2024
rint or Type Name			Date
			505-982-4554
man	ma		Phone Number jmclean@hinklelawfirm.com
A			, nere an er ministration interest in



hinklelawfirm.com

HINKLE SHANOR LLP

ATTORNEYS AT LAW P.O. BOX 2068 SANTA FE, NEW MEXICO 87504 505-982-4554 (FAX) 505-982-8623

WRITER: Jaclyn M. McLean, Partner jmclean@hinklelawfirm.com

March 4, 2024

VIA ONLINE FILING

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

Re: Novo Oil & Gas Northern Delaware, LLC Request for Administrative Approval of Unorthodox Well Location

Rana Salda 0605 Fed Com 204H S/2 S/2 of Section 6 and S/2 SW/4 of Section 5, Township 23 South, Range 29 East, Eddy County, New Mexico Purple Sage; Wolfcamp Pool (Code 98220)

Dear Mr. Fuge,

In accordance with 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 Purple Sage; Wolfcamp Pool (Code 98220), Novo Oil & Gas Northern Delaware, LLC ("Novo") (OGRID No. 372920) seeks administrative approval of an unorthodox well location for its Rana Salada 0605 Fed Com 204H well, in a 236.82-acre, more or less, spacing unit underlying the S/2 S/2 of Section 6 and the S/2 SW/4 of Section 5, Township 23 South, Range 29 East, Eddy County, New Mexico.

The location for the Rana Salada 0605 Fed Com 204H well is as follows:

- <u>Surface Hole Location</u>: 674' FSL and 446' FEL (Unit P) of Section 1
- First Take Point: 330 FSL' and 100' FWL (Unit M) of Section 6
- Last Take Point: 330' FSL and 2310' FWL (Unit N) of Section 5
- <u>Bottom Hole Location</u>: 330' FSL and 2310' FWL (Unit N) of Section 5

Since this acreage is governed by the Division's special pool rules included in Order No. R-14262, the completed interval of the well will be unorthodox because it is closer than 330' to the eastern boundary of the existing horizontal spacing unit. As explained in the engineering statements included as **Exhibit A**, approval of the unorthodox, completed interval is necessary to allow Novo to use its preferred well spacing plan for horizontal wells in this area, which will maximize recovery and prevent waste.

PO BOX 10 ROSWELL, NEW MEXICO 88202 (575) 622-6510 FAX (575) 623-9332 7601 JEFFERSON ST NE · SUITE 180 ALBUQUERQUE, NEW MEXICO 87109 505-858-8320 (FAX) 505-858-8321 March 4, 2024 Page 2

Exhibit B is a Form C-102 showing the Rana Salada 0605 Fed Com 204H well encroaches on the tracts to the west in the E/2 E/2 of Section 1, Township 23 South, Range 28 East.

Exhibit C is a plat for Sections 1 and 12 of Township 23 South, Range 28 East, and Sections 5 and 6 of Township 23 South, Range 29 East, that shows the Rana Salada 0605 Fed Com 204H well in relation to the adjoining tracts/proposed spacing units. The proposed designated operator of the offsetting unit is Novo.

Exhibit D is a spreadsheet listing all affected persons that were 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.

Thank you for your attention to this matter. Please let me know if you require additional information.

Very truly yours,

/s/ Jaclyn M. McLean Jaclyn M. McLean



300 N. MARIENFELD STREET, SUITE 1000 MIDLAND, TX 79701

OFFICE 432.695.4222 **FAX** 432.695.4063

2/28/2024

Re: Rana Salada 0605 Federal Com 204H FTP: 330' FSL, 100' FWL of Section 6, T23S-R29E LTP: 330' FSL, 2310' FWL of Section 5, T23S-R29E Eddy County, New Mexico

To Whom It May Concern,

Novo Oil and Gas Northern Delaware, LLC, as a wholly-owned subsidiary of Permian Resources Operating, LLC ("Permian") respectfully requests administrative approval of a nonstandard location for the Rana Salada 0605 Federal Com #204H to allow the completed interval to be less than 330 feet from the western boundary of the existing 479.72-acre horizontal spacing unit. Due to common ownership and operational efficiencies, approval of a non-standard location will allow for optimal recovery of resource, thus preventing waste and protecting correlative rights. Permian requests approval of this non-standard location to avoid causing wasted resources and reducing the production of the wells listed above.

Sincerely,

Benedikt Scheifele

Benedikt Scheifele Asset Team Lead Permian Resources Operating, LLC

EXHIBIT A

1625 N. French Dr., Hobbs, NM 88240

811 S. First St., Artesia, NM 88210

Phone: (575) 393-6161 Fax: (575) 393-0720

Phone: (575) 748-1283 Fax: (575) 748-9720

1000 Rio Brazos Road, Aztec, NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

District I

District II

District III

District IV

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

AMENDED REPORT

FTP

		W	ELL LU	CATIO	N AND ACK	REAGE DEDIC	ATION PLA		
1 A	API Number					³ Pool Na			
30-01	5-54481	98220 PURPLE SAGE; WOLFCAMP					MP		
⁴ Property C	Code	⁵ Property Name ⁶ Well Numb					⁶ Well Number		
325746	5	RANA SALADA 0605 FED COM 204H					204H		
⁷ OGRID N	lo.		⁸ Operator Name ⁹ Elevation					⁹ Elevation	
37292)	NOVO OIL & GAS NORTHERN DELAWARE, LLC 3039.4					3039.4		
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
Р	1	23 S	28 E		674	SOUTH	446	EAS	Г EDDY
			n F	Bottom H	ole Location	If Different Fr	om Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line County
Ν	5	23 S	29 E		330	SOUTH	2310	WES	T EDDY
¹² Dedicated Acres	¹³ Joint	or Infill ¹⁴	Consolidation	n Code	¹⁵ Order No.				
236.82									

State of New Mexico

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Energy, Minerals & Natural Resources Department

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.

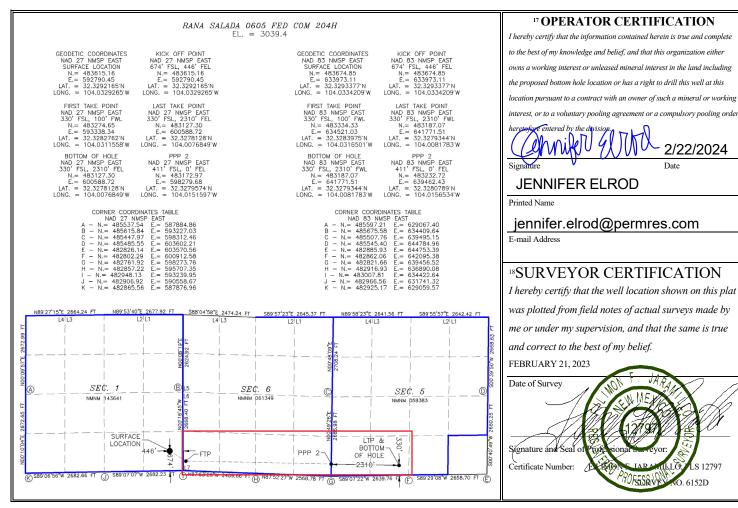


EXHIBIT B

•

Rana Salada 0605 Federal Com 204H NSL Map

S/2 S/2 of Section 6, T23S-R29E and S/2 SW/4 of Section 5, T23S-R29E, Eddy County, New Mexico (containing 236.82 acres, more or less)

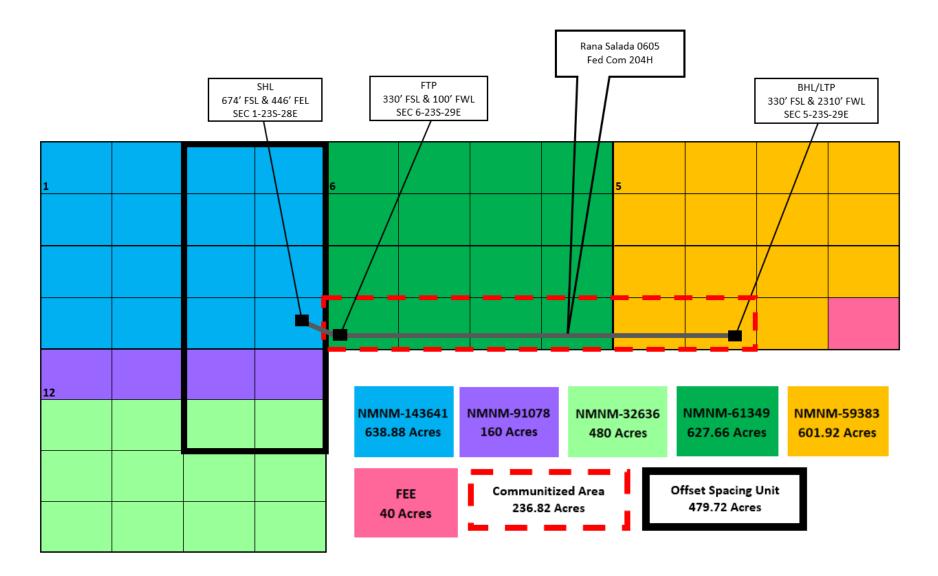


EXHIBIT C

Rana Salada 0605 Federal Com 204H NSL Notification

S/2 S/2 of Section 6, T23S-R29E and S/2 SW/4 of Section 5, T23S-R29E, Eddy County, New Mexico (containing 236.82 acres, more or less)

Offset Proration Unit: E/2 of Section 1, T23S-R28E and NE/4 of Section 12, T23S-R28E, Eddy Co., NM (containing 479.72 acres, more or less)

Notification Tracts:

Tract 1: E/2 of Section 1, T23S-R28E					
Owner Type Affected Party WI Percentage Date of Notices Set			Date of Notices Sent		
WI Owner/Operator	Novo Oil and Gas Northern Delaware LLC	60.064658%	03/04/2024		
WI Owner	Northern Oil and Gas Inc	30.032329%	03/04/2024		
WI Owner	WPX Energy Permian LLC	9.903013%	03/04/2024		

Tract 2: N/2 NE/4 of Section 12, T23S-R28E						
Owner TypeAffected PartyWI PercentageDate of Notices Sent						
WI Owner/Operator	Novo Oil and Gas Northern Delaware LLC	60.064658%	03/04/2024			
WI Owner	Northern Oil and Gas Inc	30.032329%	03/04/2024			
WI Owner	WPX Energy Permian LLC	9.903013%	03/04/2024			

Tract 3: S/2 NE/4 of Section 12, T23S-R28E					
Owner Type Affected Party WI Percentage Date of Notices Sen					
WI Owner/Operator	Novo Oil and Gas Northern Delaware LLC	60.064658%	03/04/2024		
WI Owner	Northern Oil and Gas Inc	30.032329%	03/04/2024		
WI Owner	WPX Energy Permian LLC	9.903013%	03/04/2024		

This interest was contractually agreed upon through Joint Operating Agreements between all working interest owners.

EXHIBIT D

•

Owner Information - 0605 S Unit					
Owner Type Affected Party WI Percentage Date of Notices Sent					
WI Owner/Operator	Novo Oil and Gas Northern Delaware LLC	53.558951%	03/04/2024		
WI Owner	Northern Oil and Gas Inc	26.779476%	03/04/2024		
WI Owner	WPX Energy Permian LLC	19.661573%	03/04/2024		

Owner Information - 0504 Unit (234H)					
Owner Type Affected Party WI Percentage Date of Notices Sent					
WI Owner/Operator	Novo Oil and Gas Northern Delaware LLC	64.114286%	03/04/2024		
WI Owner	Northern Oil and Gas Inc	32.057143%	03/04/2024		
WI Owner	OXY Y-1 Company	3.828571%	03/04/2024		

Compiled Owners and Addresses:

Compiled Owner Information				
Owner Type Affected Party Mailing Address		Mailing Address		
WI Owner/Operator	Novo Oil and Gas Northern Delaware LLC	1400 Woodloch Forest Drive, Suite 300, The Woodlands, TX 77380		
WI Owner	Northern Oil and Gas Inc	1350 Baker Road, Suite 400, Minnetonka, MN 55343		
WI Owner	WPX Energy Permian LLC	333 West Sheridan Avenue, Oklahoma City, OK 73102		
WI Owner	OXY Y-1 Company	PO Box 27570, Houston, TX 77227		
Mineral Interest	Bureau of Land Management	301 Dinosaur Trail, Santa Fe, NM 87508		

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

Operator:	OGRID:
Permian Resources Operating, LLC	372165
300 N. Marienfeld St Ste 1000	Action Number:
Midland, TX 79701	319916
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

CONDITIONS Created Condition By llowe None

CONDITIONS

Page 9 of 9

Action 319916

Condition

3/4/2024

Date