

State of New Mexico  
Energy, Minerals and Natural Resources Department

**Michelle Lujan Grisham**  
Governor

**Dylan M. Fuge**  
Deputy Secretary

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



Ms. Jaclyn M. McLean  
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**ADMINISTRATIVE NON-STANDARD LOCATION**

**Administrative Order NSL – 8735**

**Novo Oil & Gas Northern Delaware, LLC [OGRID 372920]**  
**Rana Salada 0503 Federal Com Well No. 224H**  
**API No. 30-015-54055**

Reference is made to your application received on March 4<sup>th</sup>, 2024.

**Proposed Location**

	<b>Footages</b>	<b>Unit/Lot</b>	<b>Sec.</b>	<b>Twsp</b>	<b>Range</b>	<b>County</b>
Surface	518 FNL & 2276 FWL	C	08	23S	29E	Eddy
First Take Point	990 FSL & 2540 FEL	O	05	23S	29E	Eddy
Last Take Point/ Terminus	990 FSL & 990 FWL	M	03	23S	29E	Eddy

**Proposed Horizontal Gas Units**

<b>Description</b>	<b>Acres</b>	<b>Pool</b>	<b>Pool Code</b>
S/2 SE/4 Section 05	280.0	Purple Sage; Wolfcamp, Gas	98220
S/2 S/2 Section 04			
SW/4 SW/4 Section 03			

You have requested to complete this horizontal well as a **gas** well described above in the referenced pool or formation. This well is governed by special rules R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line. The completed intervals of horizontal wells are to be located no closer than 330 feet to the exterior boundary of a standard 320 - acre **gas** spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

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The well's completed interval is as close as 100 feet to the western boundary of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 05, encroachment to the SW/4

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

Division understands you are seeking this unorthodox location to avoid causing wasted resources and reducing the production of well within the Wolfcamp formation underlying S/2 SE/4 of Section 05, S/2 S/2 of Section 04 and the SW/4 SW/4 of Section 03, and thereby protecting correlative rights.

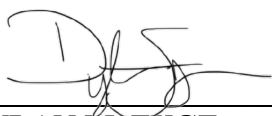
Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per Subsection B of 19.15.15.13 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.



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**DYLAN M. FUGE**  
**Division Director (Acting)**  
DMF/lrl

**Date:** 4/5/24

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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 335411

CONDITIONS

Operator: NOVO OIL & GAS NORTHERN DELAWARE, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	OGRID: 372920
	Action Number: 335411
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	4/19/2024