

NSL Initial Application

Received: 12/16/20

RECEIVED: 12/16/20	REVIEWER: LRL	TYPE: NSL	APP NO: pLEL2035148821
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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: Titus Oil & Gas Production, LLC **OGRID Number:** 373986
Well Name: Chicken Noodle Fed Com 401H **API:** 30-015-PENDING
Pool: Purple Sage; Wolfcamp (Gas) **Pool Code:** 98220

**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.

12/15/20

Date

Sharon T. Shaheen

Print or Type Name

505-986-2678

Phone Number

Signature

sshhaheen@montand.com

e-mail Address



**MONTGOMERY
& ANDREWS**
LAW FIRM

SHARON T. SHAHEEN
Direct: (505) 986-2678
Email: sshaheen@montand.com
www.montand.com

December 15, 2020

Submitted via OCD's electronic filing system

Leonard Lowe
NM Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

RE: Titus Oil & Gas Production, LLC
Request for Administrative Approval of Non-Standard Location

Chicken Noodle Fed Com 401H
W/2 of Section 2 and NW/4 of Section 11, T26S, R25E (W/2 W/2)¹
Eddy County, New Mexico
Purple Sage; Wolfcamp (Gas) [98220]
API# 30-015-PENDING

Dear Mr. Lowe,

Pursuant to Division Rules 19.15.16.15(C)(6) and 19.15.15.13(C)-(D) NMAC and the applicable rules governing the acreage and well location requirements for the Purple Sage-Wolfcamp Gas Pool (Pool Code 98220), Titus Oil & Gas Production, LLC ("Titus") requests administrative approval of a non-standard location for the above-referenced well, as described more fully below.

Standard setbacks for the first and last take points of a horizontal gas well are 330 feet from the outer boundary of the spacing unit. 19.15.16.15(C)(1) NMAC; see Order No. R-14262 at 7-8 (deferring to Division rules for setbacks of first and last take points). The above-referenced well, however, will have a first take point located 100 feet from the southern boundary of the spacing unit and a last take point located 100 feet from the northern boundary of the spacing unit. Titus is requesting approval to decrease the setbacks for the first and last take points of the above-referenced well as indicated below.

¹ The W/2 of Section 2 and the NW/4 of Section 11, T26S, R25E will be dedicated to the Chicken Noodle Fed Com 401H ("401H") and the Chicken Noodle Fed Com 402H ("402H"). By separate application, Titus is requesting approval of a similar non-standard location for the 402H, which will be located in the E/2 W/2.

REPLY TO:

325 Paseo de Peralta
Santa Fe, New Mexico 87501
Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307
Santa Fe, New Mexico 87504-2307

Mr. Lowe
Dec. 15, 2020
Page 2

The proposed surface and bottom hole locations and first and last take points are as follows:

1. SHL: 2433' FSL and 604' FWL of Section 11, T26S-R25E
2. FTP: 2541' FNL and 380' FWL of Section 11, T26S-R25E
3. LTP: 100' FNL and 380' FWL of Section 2, T26S-R25E
4. BHL: 10' FNL and 380' FWL of Section 2, T26S-R25E

It is Titus's responsibility as a prudent operator to maximize the recovery of oil and gas reserves left in the ground. Approval of the unorthodox completed interval will allow Titus to use its preferred well spacing plan for horizontal wells in this area and thereby maximize recovery and prevent waste.

Attached is the draft C-102 form and plat to assist the Division in its review of Titus's requests. Titus has sent notice to all affected persons on the enclosed spreadsheet by certified mail, return receipt requested, with a copy of this request, the plat, and the draft C-102. The notice also informs the affected persons that, if they object to the aforementioned requests, they must file the objection in writing with the Division within 20 days from the date the Division receives this administrative approval request. I attach a sample of the notice letter and a spreadsheet with the types of interests and names of the affected parties, the location of each parties' interest, the date the letter was sent, and the mail tracking number for the mailings that went out today.

Please let me know if you have any questions or concerns. Thank you for your assistance in this matter.

Very truly yours,



Sharon T. Shaheen

Enclosures

cc: Reed Brunette, Titus Oil & Gas Prod., LLC

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) 334-6170
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	2 Pool Code 98220	3 Pool Name Purple Sage; Wolfcamp
4 Property Code	5 Property Name CHICKEN NOODLE FED COM	6 Well Number 401H
7 OGRID No.	8 Operator Name TITUS OIL & GAS PRODUCTION LLC	9 Elevation 3638'

" Surface Location

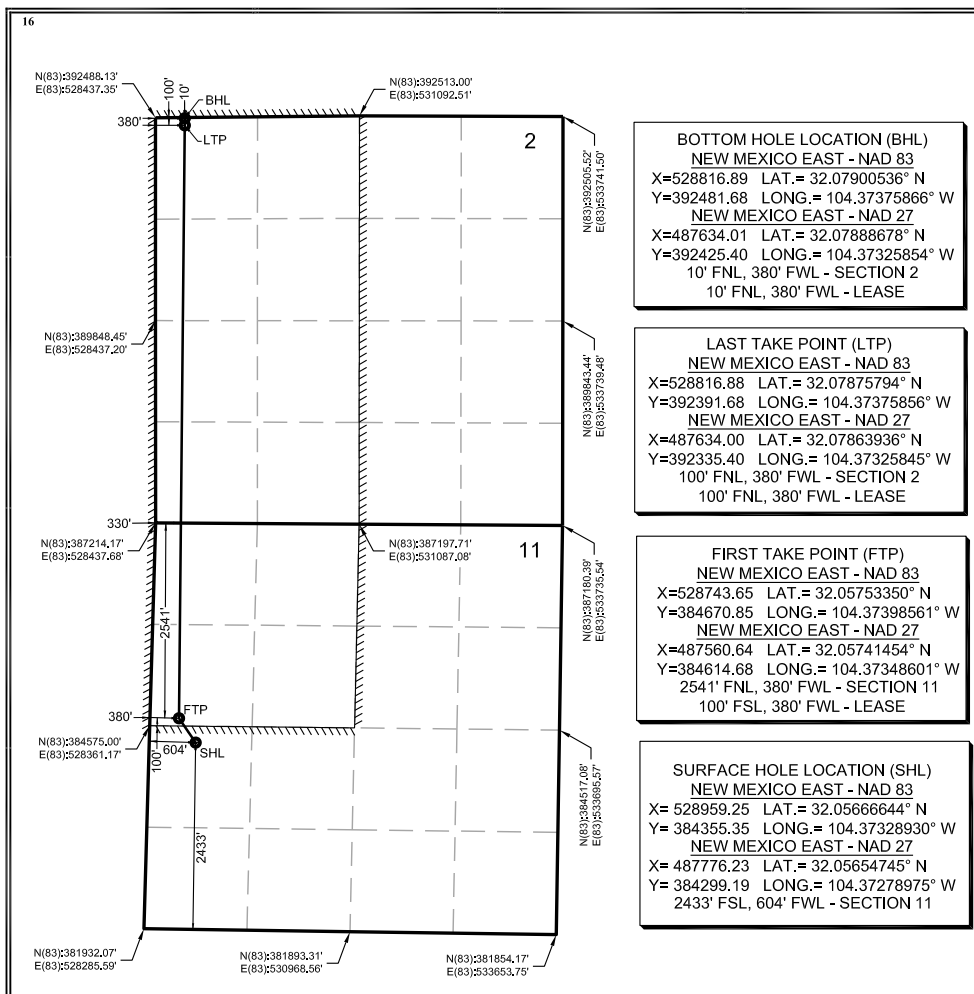
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	11	26-S	25-E		2433'	SOUTH	604'	WEST	EDDY

" 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
D	2	26-S	25-E		10'	NORTH	380'	WEST	EDDY


12 Dedicated Acres 480	13 Joint or Infill	14 Consolidation Code	15 Order No.
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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.

Signature  Date 10/23/2020


Printed Name Ryan DeLong - Regulatory Manager

E-mail Address rdelong@titusoil.com

18 SURVEYOR CERTIFICATION

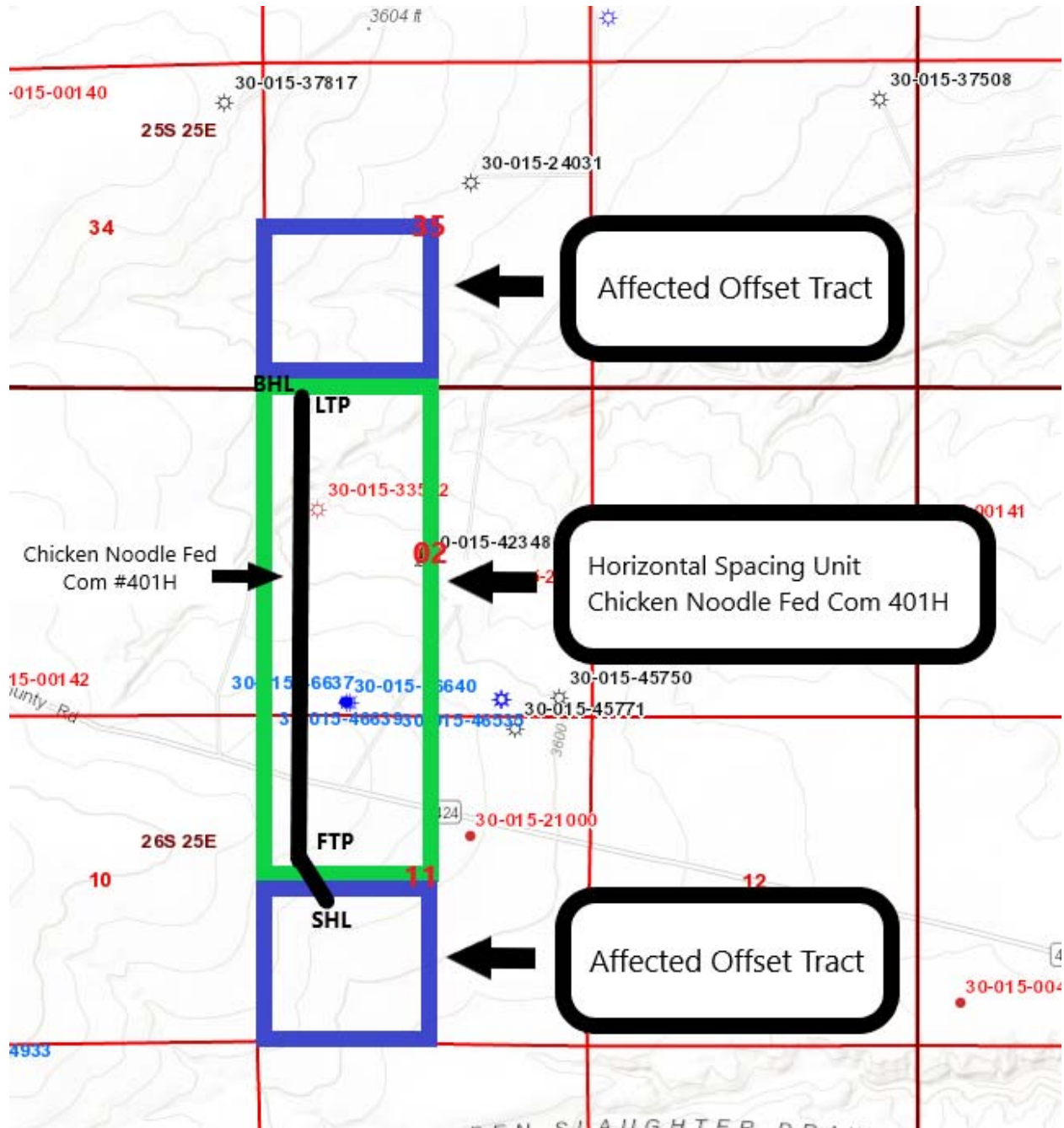
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey
Signature and Seal of Professional Surveyor


Certificate Number

Non-Standard Location Notice Plat

Titus Oil & Gas Production, LLC
Chicken Noodle Fed Com #401H





**MONTGOMERY
& ANDREWS**
LAW FIRM

SHARON T. SHAHEEN
Direct: (505) 986-2678
Email: sshaheen@montand.com
www.montand.com

December 15, 2020

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL INTERESTED PARTIES ON THE ATTACHED LIST

Re: Administrative Application for Non-Standard Location

Titus Oil & Gas Production, LLC

OGRID Number: 373986

Pool: Purple Sage; Wolfcamp (Gas)

Pool Code: 98220

Chicken Noodle Fed Com 401H

W/2 of Section 2 and NW/4 of Section 11, T26S, R25E (W/2 W/2)¹

Eddy County, New Mexico

API# 30-015-PENDING

Pursuant to Division Rules 19.15.16.15(C)(6) and 19.15.15.13(C)-(D) NMAC and the applicable rules governing the acreage and well location requirements for the Chicken Noodle Fed Com 401H (Pool Code 98220), Titus Oil & Gas Production, LLC has on this date made application to the New Mexico Oil Conservation Division ("NMOCD") for administrative approval of a non-standard location regarding the above-referenced well. A copy of the application is enclosed.

As the owner of an interest that may be affected, you have the right to object to the application. To do so, you must file a written protest with the NMOCD within twenty days. Failure to do so will prevent you from challenging the matter at a later time. A letter of protest may be sent to the NMOCD at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, directed to the attention of Leonard Lowe.

Should you consent to the application and the proposed Chicken Noodle Fed Com 401H well location, you are requested to indicate your waiver of objection by

¹ The W/2 of Section 2 and the NW/4 of Section 11, T26S, R25E will be dedicated to the Chicken Noodle Fed Com 401H ("401H") and the Chicken Noodle Fed Com 402H ("402H"). By separate application, Titus is requesting approval of a similar non-standard location for the 402H, which will be located in the E/2 W/2.

REPLY TO:

325 Paseo de Peralta

Santa Fe, New Mexico 87501

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Santa Fe, New Mexico 87504-2307

signing where indicated below and then returning a copy of this letter with the executed signature page to me at your earliest convenience.

Very truly yours,

/s/ Sharon T. Shaheen
Sharon T. Shaheen

Enclosure

CONSENT:

By: _____ for _____
Signature Name of Interested Party

Printed Name, Authorized Representative

	A	B	C	D	E	F	G
1	Type	Affected Party	Address	City, State Zip	Location	Date Letter Sent	Mail Tracking Number
2	WIO	The Allar Company	735 Elm Street	Graham, TX 76450	SW/4 11 26S 25E and SW/4 35 25S 25E	12/15/2020	7015 1730 0000 9774 7163
3	WIO	COG Operating, LLC	600 W. Illinois Ave.	Midland, TX 79710	SW/4 11 26S 25E and SW/4 35 25S 25E	12/15/2020	7015 1730 0000 9774 7170
4	WIO	Strategic Energy Income Fund IV, LP	2350 N. Forest Rd.	Getzville, NY 14063	SW/4 35 25S 25E	12/15/2020	7015 1730 0000 9774 7187
5	WIO	Great Western Drilling Ltd.	309 W. 7th St., Suite 800	Fort Worth, TX 76102	SW/4 35 25S 25E	12/15/2020	7015 1730 0000 9774 7194
6	WIO	Highland (Texas) Energy Co.	7557 Rambler Rd., Suite 918	Dallas, TX 75231	SW/4 35 25S 25E	12/15/2020	7015 1730 0000 9774 7200
7	Lessor	Bureau of Land Management	620 E. Greene Street	Carlsbad, NM 88220	SW/4 35 25S 25E	12/15/2020	7015 1730 0000 9774 7217