

Approved

NSL

Order

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Adrienne E. Sandoval, Director
Oil Conservation Division



February 15, 2021

Ms. Jana Mediola
Janalyn_mediola@oxy.com

NON-STANDARD LOCATION

Administrative Order NSL-8131

**Occidental Permian LTD [OGRID 157984]
Lusk 28 West Federal Com Well No. 1H
API No. 30-025-41257**

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	652 FSL & 2425 FEL	O	28	19S	32E	Lea
First Take Point	796 FSL & 2342 FEL	O	28	19S	32E	Lea
Last Take Point	533 FNL & 2242 FEL	B	28	19S	32E	Lea
Terminus	397 FNL & 2235 FEL	B	28	19S	32E	Lea

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
W/2 E/2 of Section 28	160	Lusk; Bone Spring, South	41460

Reference is made to your application received on January 25, 2021.

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 oil 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 298 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 28, encroachment to the E/2 W/2

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 as an efficient well spacing of horizontal wells within the Bone Spring formation underlying the W/2 E/2 of Section 28, therefore maximize resource recovery and preventing waste.

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.**

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.



ADRIENNE E. SANDOVAL
Division Director

AES/lrl

cc: Oil Conservation Division – Artesia District Office
Bureau of Land Management – Carlsbad Field Office

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Tuesday, February 16, 2021 11:15 AM
To: Mendiola, Jana Lyn A
Cc: Bratcher, Mike, EMNRD; Kautz, Paul, EMNRD; 'lisa@rwbyram.com'; jglover@blm.gov; drossmango@blm.gov
Subject: APPROVED NSL-8131_Occidental Permian LTD_Lusk 28 West Federal Com Well No. 1H_SEC 28 19S 32E
Attachments: NSL-8131_Approved Order.pdf
Importance: High

Ms. Jana Mendiola,

The following NSL Administrative Order has been issued and will soon be available on the Division's web site:
<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

NSL	AMD	Applicant	OGRID	WELL NAME	API #
8131	-	Occidental Permian LTD	157984	Lusk 28 West Federal Com Well No. 1H	30-025-41257

A copy of the approved order is attached.

Leonard R. Lowe

Engineering Bureau
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