

Approved

NSL

Order

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**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

Mr. Stan Wagner  
[Stan.S.Wagner@conocophillips.com](mailto:Stan.S.Wagner@conocophillips.com)

NON-STANDARD LOCATION

**Administrative Order NSL-8136**

**COG Operating, LLC [OGRID 229137]**  
**Bandana Federal Com Well No. 703H**  
**API No. 30-025-PENDING**

**Proposed Location**

	<b>Footages</b>	<b>Unit/Lot</b>	<b>Sec.</b>	<b>Twsp</b>	<b>Range</b>	<b>County</b>
Surface	1913 FNL & 1518 FWL	F	12	25S	34E	Lea
First Take Point	2540 FSL & 2320 FWL	K	12	25S	34E	Lea
Last Take Point	2540 FNL & 2320 FWL	F	24	25S	34E	Lea
Terminus	2690 FNL & 2320 FWL	F	24	25S	34E	Lea

**Proposed Horizontal Units**

<b>Description</b>	<b>Acres</b>	<b>Pool</b>	<b>Pool Code</b>
SW/4 of Section 12	640	Dogie Draw; Wolfcamp	17980
W/2 of Section 13			
NW/4 of Section 24			

Reference is made to your application received on February 11<sup>th</sup>, 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.

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This well's completed interval is as close as 320 feet to the eastern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 12, encroachment to the W/2 SE/4  
Section 13, encroachment to the W/2 E/2  
Section 24, encroachment to the W/2 NE/4

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. However, the ownership is identical in the affected tracts therefore, notice is not required.

Division understands you are seeking this unorthodox location to allow for efficient well spacing within the Wolfcamp formation underlying the NW/4 of Section 12, W/2 of Section 13 and the NW/4 of Section 24, 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.



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**ADRIENNE E. SANDOVAL**  
**Division Director**

AES/lrl

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

## **Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Friday, February 19, 2021 5:24 PM  
**To:** 'Wagner, Stan S'  
**Cc:** Bratcher, Mike, EMNRD; Kautz, Paul, EMNRD; 'lisa@rwbyram.com'; 'jglover@blm.gov'; 'drossmango@blm.gov'  
**Subject:** APPROVED NSL-(8136 -8139)\_COG Operating LLC\_4 Bandana Federal Com Wells\_SEC 12 25S 34E  
**Attachments:** NSL-8136\_Aproved Order.pdf; NSL-8137\_Aproved Order.pdf; NSL-8138\_Aproved Order.pdf; NSL-8139\_Aproved Order.pdf  
  
**Importance:** High

Mr. Stan Wagner,

The following NSL Administrative Orders have been issued and will soon be available on the Division's web site:

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

NSL	M	Applicant	OGRID	WELL NAME	API #
8139	-	COG Operating, LLC	229137	Bandana Federal Com Well No. 602H	30-025-PENDING
8138	-	COG Operating, LLC	229137	Bandana Federal Com Well No. 601H	30-025-PENDING
8137	-	COG Operating, LLC	229137	Bandana Federal Com Well No. 702H	30-025-PENDING
8136	-	COG Operating, LLC	229137	Bandana Federal Com Well No. 703H	30-025-PENDING

Copies of the approved orders are attached.

### **Leonard R. Lowe**

Engineering Bureau  
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