

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



February 15th, 2022

Mr. Adam Rankin
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NON-STANDARD LOCATION

Administrative Order NSL-8281

**EOG Resources, INC [OGRID 7377]
Juniper 19 Federal Com Well No. 306H
API No. 30-025-48239**

Proposed Location

| | Footages | Unit/Lot | Sec. | Twsp | Range | County |
|------------------------------|---------------------|-----------------|-------------|-------------|--------------|---------------|
| Surface | 563 FNL & 2335 FEL | B | 19 | 24S | 34E | Lea |
| First Take Point | 100 FNL & 2585 FEL | B | 19 | 24S | 34E | Lea |
| Last Take Point/ Terminus | 2540 FNL & 2585 FEL | G | 30 | 24S | 34E | Lea |

Proposed Horizontal Units

| Description | Acres | Pool | Pool Code |
|---|--------------|-------------------------------|------------------|
| E/2 of section 19 NE/4 of section 30 | 480 | Red Hills; Bone Spring, north | 96434 |

Reference is made to your application received on January 25th, 2022.

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

Section 19, encroachment to the W/2
Section 30, encroachment to the NW/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.

Division understands you are seeking this unorthodox location as your preferred well spacing plan for horizontal wells in the area and thereby preventing waste within the Bone Spring formation underlying E/2 of section 19 and the NE/4 of section 30.

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: Bureau of Land Management – Carlsbad Field Office
State Land Office – Oil, Gas, and Minerals Division