Adrienne E. Sandoval, Director

Oil Conservation Division

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Cabinet Secretary

Mr. Adam G. Rankin <u>AGRankin@hollandhart.com</u>

NON-STANDARD LOCATION

Administrative Order NSL-8391

Chevron USA, INC. [OGRID 4323] SND Javelina Unit 10 15 P610 Well No. 610H API No. 30-015-PENDING

Proposed Location

-	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	1280 FNL & 2213 FEL	В	10	24S	31E	Eddy
First Take Point	330 FNL & 2325 FEL	В	10	24S	31E	Eddy
Last Take Point	100 FSL & 2325 FEL	Ο	15	24S	31E	Eddy
Terminus	25 FSL & 2325 FEL	0	15	24S	31E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
Section 10	1280	Purple Sage; Wolfcamp (GAS)	98220
Section 15			

Reference is made to your application received on June 15th, 2022.

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 provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 100 feet to the southern edge. Encroachment will impact the following tract.

Section 22, encroachment to the NE/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 as a preferred well spacing plan for horizontal wells in this area. In order to maximize recovery and prevent waste within the Wolfcamp formation underlying Section 10 and Section 15.

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 (C-104), 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.

ADRIENNE E. SANDOVAL Division Director

Date: 7/11/2022

AES/lrl