RECEIVED:	REVIEWER:	TYPE:	APP NO:	
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Nell Name:			OGKI API:	D Number.
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A. Location	ICATION: Check those 1 - Spacing Unit - Simul NSL NSP _P		on	SD
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administrative understand th	N: I hereby certify that a approval is accurate nat no action will be take submitted to the Di	and complete to ken on this applic	the best of my kno	owledge. I also
N	ote: Statement must be comple	eted by an individual wit	h managerial and/or sup	ervisory capacity.
Print or Type Name			Date	
Print or Type Name				
Sharon a	7 Shoheen		Phone Number	
Signature			e-mail Address	



SHARON T. SHAHEEN

Direct: (505) 986-2678

Email: <u>sshaheen@montand.com</u>

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.

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

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.

Mr. Lowe Dec. 15, 2020 Page 2

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

- SHL: 2433' FSL and 604' FWL of Section 11, T26S-R25E
 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

Sharon of Shokeen

Enclosures

ec: 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) 748-9720

District IV

<u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

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 3 Pool Name 98220 Purple Sage; Wolfcam		p	
4 Property Code		5 Pi CHICKEN	6 Well Number 401H		
7 OGRID No.		8 Operator Name TITUS OIL & GAS PRODUCTION LLC			

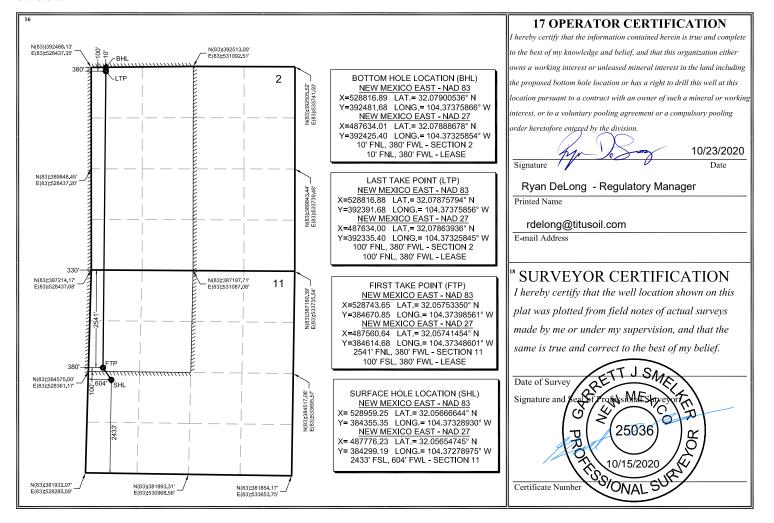
¹⁰ Surface Location

Γ	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

¹¹ Bottom Hole Location If Different From Surface

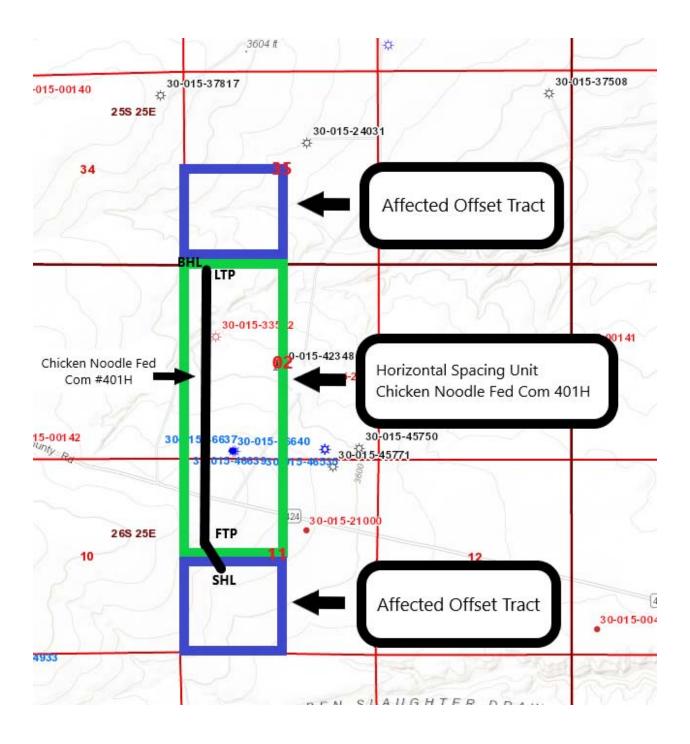
	Bottom Hote Econtion if Billeront From Surface								
UL or lot no.	Section	Township	p Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	2	26-S	25-E		10'	NORTH	380'	WEST	EDDY
12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code			Code 15 O	rder No.					
480									

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.



Non-Standard Location Notice Plat

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





SHARON T. SHAHEEN

Direct: (505) 986-2678

Email: <u>sshaheen@montand.com</u>

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

REPLY TO:

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

Post Office Box 2307

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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.

Interested Parties December 15, 2020 Page | **2**

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	
Encl	osure		
CON	ISENT:		
By:		for	
•	Signature	Name of Interested Party	
	Printed Name, Authorized Rep	resentative	

Page 8 of 9

	Α	В	С	D	E	F	G
						Date Letter	
1	Type	Affected Party	Address	City, State Zip	Location	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

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 12230

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
TITUS OIL & GAS PRODUCTION, LL	420 Throckmorton St, Ste 1150	Fort Worth, TX76012	373986	12230	NSL

OCD Reviewer	Condition
llowe	None