

State of New Mexico
Energy, Minerals and Natural Resources Department

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Ms. Paula M. Vance
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NON-STANDARD LOCATION

Administrative Order NSL - 8606

**XTO Energy Inc. [OGRID 5380]
Outrider Federal Well No. 406H
API No. 30-025-50252**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	449 FSL & 2093 FWL	N	28	24S	32E	Lea
First Take Point	100 FSL & 2394 FEL	O	28	24S	32E	Lea
Last Take Point	100 FNL & 2404 FEL	B	21	24S	32E	Lea
Terminus	50 FNL & 2404 FEL	B	21	24S	32E	Lea

Proposed Horizontal Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 E/2 of Section 28	320	Wildcat; Bone Spring	97899
W/2 E/2 of Section 21			

Reference is made to your application received on June 8th, 2023.

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 236 - 246 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
Section 21, encroachment to the E/2 W/2

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XTO Energy Inc.

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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 in order to create a dense well spacing plan for optimal resource recovery and to prevent waste within the Bonespring formation underlying E/2 of Section 28 and the E/2 of Section 21.

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.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, 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.



DYLAN M. FUGE
DIRECTOR
DMF/lrl

Date: 7/10/2023

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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 239483

CONDITIONS

Operator: XTO ENERGY, INC 6401 Holiday Hill Road Midland, TX 79707	OGRID: 5380
	Action Number: 239483
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	7/13/2023