

State of New Mexico
Energy, Minerals and Natural Resources Department

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Ms. Paula M. Vance
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ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL – 8675

**XTO Permian Operating, LLC [OGRID 373075]
Poker Lake Unit 21 DTD Well No. 174H
API No. 30-015-50184**

Reference is made to your application received on October 25th, 2023. The application was protested on November 1, 2023. The protest resolved and the application was processed.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	1127 FNL & 1456 FEL	B	21	24S	30E	Eddy
First Take Point	100 FSL & 1430 FEL	O	21	24S	30E	Eddy
Last Take Point	100 FNL & 1430 FEL	B	33	23S	30E	Eddy
Terminus	50 FNL & 1430 FEL	B	33	23S	30E	Eddy

Proposed Horizontal Spacing Units (HSU)

Description	Acres	Pool	Pool Code
E/2 Section 16, T24S, R30E	960.75	Purple Sage; Wolfcamp	98220
E/2 Section 09, T24S, R30E			
E/2 Section 04, T24S, R30E			
E/2 Section 33, T23S, R30E	320	WC-015 1220S16 J Wolfcamp	98268

The proposed Horizontal Spacing Unit consists of a total acreage area of 1280.75-acres. The unorthodox location pertains to the lateral portion of the perforated zone (HSU) within the WC-015 1220S16 J Wolfcamp Pool (No. 98268) pool/formation. You have requested to drill this horizontal well at an unorthodox well location described above in the referenced proposed horizontal spacing units. 19.15.16.15(B)(3)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal **gas** 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 section or equivalent. 19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the completed interval to any outer boundary of the horizontal spacing unit, measured along a line perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 660 feet for a **gas** well.

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19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal well shall be no closer than 330 feet for a **gas** in the horizontal plane, to any outer boundary of the horizontal spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

This well's completed interval is as close as 100 feet to the northern edge of the horizontal spacing unit, exterior to the Poker Lake Unit. Encroachment will impact the following tracts.

Section 28, encroachment to the SE/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 in order to maximize recovery. Therefore, preventing waste within the WC-015 2330S16 J; Wolfcamp formation underlying the E/2 Section 33, T23S, R30E.

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
Division Director (Acting)

Date: 12/21/23

DMF/lrl

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
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CONDITIONS

Action 297917

CONDITIONS

Operator: XTO PERMIAN OPERATING LLC. 6401 HOLIDAY HILL ROAD MIDLAND, TX 79707	OGRID: 373075
	Action Number: 297917
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	12/27/2023