# State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham Governor

**Melanie A. Kenderdine** Deputy Secretary – Designate

Ben Shelton Deputy Secretary (Acting) **Gerasimos "Gerry" Razatos** Division Director (Acting) Oil Conservation Division



Jaclyn M. McLean jmclean@hinklelawfirm.com

# **ADMINISTRATIVE NON-STANDARD LOCATION**

## Administrative Order NSL - 8858

### Novo Oil & Gas Northern Delaware, LLC [OGRID 372920] Rana Picante 12 Federal Com Well No. 413H API No. 30-015-54287

Reference is made to your application received on January 24<sup>th</sup>, 2025.

#### **Proposed Location**

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	1716 FNL & 362 FWL	Е	12	23S	28E	Eddy
First Take Point	2363 FNL & 426 FWL	Е	12	23S	28E	Eddy
Last Take Point	559 FNL & 119 FWL	D	12	23S	28E	Eddy
Terminus	563 FNL & 63 FWL	D	12	23S	28E	Eddy

#### **Proposed Horizontal Gas Units**

Description	Acres	Pool	Pool Code
N/2 of Section 12	320	Purple Sage; Wolfcamp, Gas	98220

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 governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line. The completed intervals of horizontal wells are to be located no closer than 330 feet to the exterior boundary of a standard 320 - acre **gas** spacing unit.

Administrative Order NSL - 8858 Novo Oil & Gas Northern Delaware, LLC Page 2 of 2

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.

The well's completed interval is as close as 268 feet to the southern boundary of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 12, encroachment to the SW/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.

The Division understands you are seeking this unorthodox location to maximize the wellbore's completed lateral, and to reduce stranded resources within the Wolfcamp formation underlying the N/2 of Section 12, thereby preventing waste.

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, 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.

Gerasimos Razatos Division Director (Acting) GR/lrl

Date: 3/6/2025

*Received by OCD: 1/24/2025 8:38:57 AM* 

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ID NO. 424424		NSL - 8858		Revised March 23, 2017
RECEIVED: 01/24/25	REVIEWER:	TYPE:	APP NO:	pLEL2502729707
		ABOVE THIS TABLE FOR OCD DIVISION OIL CONSERVAT II & Engineering B Incis Drive, Santa F	I <b>ON DIVISIC</b> ureau –	· (
		TIVE APPLICATION		
THIS CHECKLIS	ST IS MANDATORY FOR ALL A REGULATIONS WHICH REQU			
Applicant: Novo Oil & Gas		С		GRID Number: <u>372920</u>
Well Name: Rana Picante				:30-015-54287
Pool: Purple Sage; Wolfcamp	)		Poo	ol Code: <u>98220</u>
1) TYPE OF APPLICATIO	<b>DN:</b> Check those w	INDICATED BELOW hich apply for [A]		SS THE TYPE OF APPLICATION
A. Location – Spa NSL	icing Unit – Simultai NSP <sub>(PROJE</sub>		RORATION UNIT)	SD
DHC [   II ] Injection -	ng – Storage – Mea CTB PLC Disposal – Pressure PMX SWI	C PC OLS Increase - Enhand D IPI EOF	ced Oil Reco	FOR OCD ONLY
A. Offset opera B. Royalty, over C. Application D. Notification F. Surface ow	ators or lease holde erriding royalty owr requires published and/or concurren and/or concurren ner e above, proof of r	ers hers, revenue owne I notice t approval by SLO t approval by BLM		Notice Complete Application Content Complete Ached, and/or,
3) <b>CERTIFICATION:</b> I he administrative appr understand that <b>no</b> notifications are sub	oval is <b>accurate</b> ar <b>action</b> will be take	nd <b>complete</b> to the n on this application	best of my k	
Note: Stat	ement must be completed	d by an individual with ma	nagerial and/or	supervisory capacity.
Jaclyn M. McLean			1/24/25 Date	
Print or Type Name			505-982-4554 Phone Numb	per
Jaclyn M. McLean	Digitally signed by Jaclyn M. McLean Date: 2025.01.24 08:31:10 -07'00'		imclean@hinl	klelawfirm.com
Signature			e-mail Addre	



hinklelawfirm.com

# HINKLE SHANOR LLP

ATTORNEYS AT LAW P.O. BOX 2068 SANTA FE, NEW MEXICO 87504 505-982-4554 (FAX) 505-982-8623

WRITER: Jaclyn M. McLean, Partner jmclean@hinklelawfirm.com

January 24, 2025

# VIA ONLINE FILING

Gerasimos Razatos, Acting Director Oil Conservation Division Energy, Minerals and Natural Resources Department 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

# Re: Novo Oil & Gas Northern Delaware, LLC Request for Administrative Approval of Unorthodox Well Location

Rana Picante 12 Fed Com 413H (API No. 30-015-54287) N/2 of Section 12, Township 23 South, Range 28 East, Eddy County, New Mexico Purple Sage; Wolfcamp Pool (Code 98220)

Dear Mr. Razatos,

In accordance with Division Rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC and applicable rules governing acreage and well location requirements for the Purple Sage; Wolfcamp Pool (Code 98220), Novo Oil & Gas Northern Delaware, LLC ("Novo") (OGRID No. 372920) seeks administrative approval of an unorthodox well location for its Rana Picante 12 Fed Com 413H well, in a 320-acre, more or less, horizontal spacing unit underlying the N/2 of Section 12, Township 23 South, Range 28 East, Eddy County, New Mexico.

The location for the Rana Picante 12 Fed Com 413H well, as drilled, is as follows:

- Surface Hole Location: 1716' FNL and 362' FWL (Unit E) of Section 12
- First Take Point: 2363' FNL and 426' FWL (Unit E) of Section 12
- Last Take Point: 559' FNL and 119' FWL (Unit D) of Section 12
- Bottom Hole Location: 563' FNL and 63' FWL (Unit D) of Section 12

Since this acreage is governed by the Division's special pool rules included in Order No. R-14262, the completed interval of the well will be unorthodox because it is closer than 330' offset to the northern boundary of the existing horizontal spacing unit. As explained in the engineering statements included as **Exhibit A**, approval of the unorthodox, completed interval is necessary to allow Novo to use a non-standard location for the Rana Picante 12 Fed Com 413H well in order to reduce stranded resources, accelerate recovery time, and overall improve productivity of the well and spacing unit. The approval of an unorthodox well location will prevent waste and protect

PO BOX 10 ROSWELL, NEW MEXICO 88202 (575) 622-6510 FAX (575) 623-9332 7601 JEFFERSON ST NE · SUITE 180 ALBUQUERQUE, NEW MEXICO 87109 505-858-8320 (FAX) 505-858-8321 January 24, 2024 Page 2

correlative rights.

**Exhibit B** is a Form C-102 for the as drilled Rana Picante 12 Fed Com 413H well. Novo previously obtained approval for an NSL. However, now that the Rana Picante 12 Fed Com 413H well has been drilled, it encroaches on the tracts to the south in the S/2 of Section 12, Township 23 South, Range 28 East.

**Exhibit** C is a plat for Sections 11, 12, and 7 of Township 23 South, Range 28 East, that shows the Rana Picante 12 Fed Com 413H well in relation to the adjoining tracts/proposed spacing units. The designated operator of the Valkyrie 12 WXY Fed Com spacing unit is Marathon Oil Permian LLC.

**Exhibit D** is a spreadsheet that identifies affected persons who were sent a copy of this application and attachments by certified mail advising that any objections must be filed in writing with the Division within 20 days from the date the Division receives the application.

Thank you for your attention to this matter. Please let me know if you require additional information.

Very truly yours,

/s/ Jaclyn M. McLean Jaclyn M. McLean



300 N. MARIENFELD STREET, SUITE 1000 MIDLAND, TX 79701

**OFFICE** 432.695.4222 **FAX** 432.695.4063

#### 1/23/2025

Re: Rana Picante 12 Federal Com 413H
Surface Hole Location: 1716' FNL and 362' FWL (Unit E) of Section 12, T23S-R28E
First Take Point: 2363' FNL and 426' FWL (Unit E) of Section 12, T23S-R28E
Last Take Point: 559' FNL and 119' FWL (Unit D) of Section 12, T23S-R28E
Bottom Hole Location: 563' FNL and 63' FWL (Unit D) of Section 12, T23S-R28E
Eddy County, New Mexico

To Whom It May Concern,

Novo Oil and Gas Northern Delaware, LLC, as a wholly owned subsidiary of Permian Resources Operating, LLC ("Permian") respectfully requests administrative approval of a non-standard location for the Rana Picante Federal Com 413H to allow the completed interval to be less than 330 feet from the southern boundary of the existing 320-acre horizontal spacing unit. Approval of a non-standard location will maximize the wellbore's completed lateral, reducing stranded resources and preventing waste. The request for a non-standard location is therefore in the best interests of the mineral owners and the operator.

Sincerely,

ONKA

**David Carlos Sonka** NM Reservoir Engineering Manager Permian Resources Operating, LLC

# **EXHIBIT** A

**Received by OCD: 1/24/2025 8:38:57 AM** 

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								ĽЛП	IBIT	B
C-102 Submit Electronically Via OCD Permitting			State of Ne Energy, Minerals & Natur OIL CONSERVAT			ral Resources Department			I	Revised July 9, 2024
				OIL	CONSERVA	HON DIVISION			🗆 Initial Su	ıbmittal
								Submittal Type:	□ Amende	d Report
								Type.	🗹 As Drille	d
			1		WELL LOCATI					
API Nu	umber		Pool Code	;		Pool Name				
	30-015-54	287		9822			URPLE SA	GE; WOL	FCAMP	
Proper	ty Code 33475							er <b>413H</b>		
OGRIE	) No. <b>37292</b>	0	Operator		OIL & GAS NO	NORTHERN DELAWARE, LLC Ground Level Elevation 3,005.90'				
	Surface O	wner: 🗆 Stat	e 🗆 Fee 🗆	🛛 Tribal 🖌	Federal	Mineral Ow	ner: 🗌 State	e 🗆 Fee 🗆	∃ Tribal 🗹 Fe	ederal
					Surfa	ce Location				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Lo	ongitude	County
Е	12	23S	28E		1,716' FNL	362' FWL	32.322	607° -10	04.048222°	EDDY
					Bottom	Hole Location				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	La	ongitude	County
D	12	23S	28E		563' FNL	63' FWL	32.325	768° -10	04.049151°	EDDY
	ted Acres 20	Infill or Defir INFII	-		g Well API <b>15-54287</b>	Overlapping Spacing	g Unit (Y/N)	Consolidat	ion Code	
	Numbers.					Well setbacks are under Common Ownershi			ip: √Yes □No	
oraci	umbers.									10
		Taumahin	Denne	1		ff Point (KOP)	1		u alituda	Country
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		ongitude	County
Е	12	23S	28E		2,379' FNL	58' FWL	32.3207	//4 -10	04.049228°	EDDY
	1			Ť.,	<u> </u>	ke Point (FTP)	T	· · · ·		
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		ongitude	County
Ε	12	23S	28E		2,363' FNL	426' FWL	32.3208	831° -10	04.048036°	EDDY
				1	1	ake Point (LTP)				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		ongitude	County
D	12	23S	28E		559' FNL	119' FWL	32.3257	781° -10	04.048970°	EDDY
Unitized Area or Area of Uniform Interest Spacing Unit Type					rizontal 🗆 Vertical	Grou	nd Floor Ele	vation:		
OPER	ATOR CER	TIFICATIONS				SURVEYOR CERTIF	ICATIONS			
			ontained here	in is true ar	ad complete to the	I hereby certify that the well location shown on this plat was plotted from field notes of				
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.					actual surveys made by correct to the best of my	me or under m belief.	y supervision	Mand that the s	ame is true and	
If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.						REGIM	RED PROFES	SIONAL Date:	1/16/2025	
Signature Date					Signature and Seal of Pr	ofessional Sur	veyor			
Printed Name				Certificate Number Date of Survey						
Printed	Name					Certificate Number	Date of Surv	/ey		
Printed	Name					Certificate Number 12177	Date of Surv	2	/16/2025	

Note: 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. **Released to Imaging:** 3/10/2025 2:12:14 PM

#### Received by OCD: 1/24/2025 8:38:57 AM ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.





# **EXHIBIT C**

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# Rana Picante 12 Fed Com 413H NSL Notification

N/2 of Section 12, T23S-R28E, Eddy County, New Mexico (containing 320.00 acres, more or less)

## **Notification:**

Offset Proration Unit – Valkyrie 12 WXY Fed Com Spacing Unit						
Owner Type	Affected Party	Mailing Address	Date Notice Sent & Tracking No.			
WI Owner/Operator	Marathon Oil Permian LLC	990 Town & Country Blvd, Houston, Texas 77024	1/24/25 - 9589071052701502392287			
Mineral Interest	Bureau of Land Management	301 Dinosaur Trail, Santa Fe, NM 87508	1/24/25 - 9589071052701502392270			

# **EXHIBIT D**

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

	Operator:	OGRID:	
	Permian Resources Operating, LLC	372165	
	300 N. Marienfeld St Ste 1000	Action Number:	
	Midland, TX 79701	424424	
		Action Type:	
		[UF-NSL] Non-Standard Location (NSL)	
(	CONDITIONS		

# Created<br/>ByCondition<br/>DateIloweNone1/27/2025

Action 424424

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