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

Susana Martinez

Governor

Ken McQueen Cabinet Secretary Heather Riley, Division Director Oil Conservation Division



Matthias Sayer Deputy Cabinet Secretary

May 23, 2018

Adam G. Rankin agrankin@hollandhart.com

## NON-STANDARD LOCATION

Administrative Order NSL-7720

Percussion Petroleum Operating, LLC [OGRID 371755] Morris Boyd State Com Well No. 6H API No. 30-015-44867

## **Proposed Location**

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	550 FŞL & 2610 FWL	N	23	19S	25E	Ęddy
Penetration Point	100 FNL & 2310 FWL	C	26	19S	25E	Eddy
Final perforation	330 FSL & 2310 FWL	N	26	19S	25E	Eddy
Terminus	20 FSL & 2310 FWL	N	26	19 <b>S</b>	25E	Eddy

## **Proposed Project Area**

Description	Acres	Pool	Pool Code
E2 W2 of Section 26	160	N. Seven Rivers; Glorieta-Yeso	97565

Reference is made to your application received on April 27, 2018.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. Subsection A of 19.15.15.9 NMAC governs this pool and provides for 40-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 northern edge, and 345 feet to the northeastern edge of the project area. Encroachments will impact the following tracts.

Section 23, T19S R25E encroachment to the SE4 SW4 & SW4 SE4

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Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (2) of Subsection A of 19.15.4.12 NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you seek this location to allow you to use this preferred well spacing plan for horizontal wells within the Glorieta-Yeso formation underlying the E2 W2 of Section 26.

Your application has been filed under 19.15.15.13 NMAC and Paragraph (2) of Subsection A of 19.15.4.12 NMAC.

Per Subsection B of 19.15.15.13 NMAC, Division approves this unorthodox location.

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.

Director

HR/lrl

Oil Conservation Division – Artesia District Office cc:

State Land Office - Oil, Gas, and Minerals Division