

# Approved

## NSL

## Order

Approved: 12/05/19

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Michelle Lujan Grisham**  
Governor

**Sarah Cottrell Propst**  
Cabinet Secretary

**Todd E. Leahy, JD, PhD**  
Deputy Cabinet Secretary

**Adrienne E. Sandoval, Director**  
Oil Conservation Division



December 5, 2019

Ms. Jana Mendiola  
[janalyn\\_mendiola@oxy.com](mailto:janalyn_mendiola@oxy.com)

NON-STANDARD LOCATION

**Administrative Order NSL-7962**

**Oxy USA, Inc. [OGRID 16696]**  
**Depth CC 6 7 Federal Com Well No. 42H**  
**API No. 30-015-PENDING**

**Proposed Location**

|                  | <u>Footages</u>    | <u>Unit/Lot</u> | <u>Sec.</u> | <u>Twsp</u> | <u>Range</u> | <u>County</u> |
|------------------|--------------------|-----------------|-------------|-------------|--------------|---------------|
| Surface          | 170 FNL & 1320 FWL | C/3             | 6           | 24S         | 29E          | Eddy          |
| First Take Point | 100 FNL & 1700 FWL | C/3             | 6           | 24S         | 29E          | Eddy          |
| Last Take Point  | 330 FSL & 1700 FWL | N               | 7           | 24S         | 29E          | Eddy          |
| Terminus         | 20 FSL & 1700 FWL  | N               | 7           | 24S         | 29E          | Eddy          |

**Proposed Horizontal Gas Units**

| <u>Description</u> | <u>Acres</u> | <u>Pool</u>                 | <u>Pool Code</u> |
|--------------------|--------------|-----------------------------|------------------|
| W2 of Section 6    | 637.33       | Purple Sage; Wolfcamp (GAS) | 98220            |
| W2 of Section 7    |              |                             |                  |

Reference is made to your application received on November 14, 2019.

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 of and provides for 320-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 of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 31-23S-29E, encroachment to the SW/4

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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.

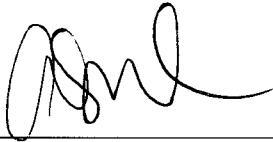
The Division understands you seek this unorthodox location as an efficient spacing of your horizontal wells, thereby preventing waste within the Wolfcamp formation underlying the W2 of Section 6 and Section 7.

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.

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.



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**ADRIENNE E. SANDOVAL**  
**Division Director**

AES/lrl

cc: Oil Conservation Division – Artesia District Office  
Bureau of Land Management – Carlsbad Field Office

## Lowe, Leonard, EMNRD

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Thursday, December 5, 2019 12:01 PM  
**To:** 'Mendiola, Jana Lyn A'  
**Cc:** Mike Bratcher (mike.bratcher@state.nm.us); Podany, Raymond, EMNRD; 'lisa@rwbyram.com'; 'jglover@blm.gov'; Goetze, Phillip, EMNRD; Murphy, Kathleen A, EMNRD; Rose-Coss, Dylan H, EMNRD; McClure, Dean, EMNRD; Lamkin, Baylen, EMNRD  
**Subject:** APPROVED NSL-7961, 7962, 7963, 7964, 7965, 7966\_OXY USA INC\_SEC 6 7 31\_24S/23S 29E  
**Attachments:** NSL-7961\_ORDER.pdf; NSL-7962\_ORDER.pdf; NSL-7963\_ORDER.pdf; NSL-7964\_ORDER.pdf; NSL-7965\_ORDER.pdf; NSL-7966\_ORDER.pdf  
**Importance:** High

Ms. Jana Mediola,

The following NSL Administrative Orders have been issued and will soon be available on the Division's web site:

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

| NSL  | AMD | Applicant    | OGRID | WELL NAME                              | API           |
|------|-----|--------------|-------|----------------------------------------|---------------|
| 7966 | -   | OXY USA INC. | 16696 | Radius CC 6 7 Federal Com Well No. 52H | 30-015-PENDIN |
| 7965 | -   | OXY USA INC. | 16696 | Radius CC 6 7 Federal Com Well No. 51H | 30-015-PENDIN |
| 7964 | -   | OXY USA INC. | 16696 | Depth CC 6 7 Federal Com Well No. 44H  | 30-015-PENDIN |
| 7963 | -   | OXY USA INC. | 16696 | Depth CC 6 7 Federal Com Well No. 43H  | 30-015-PENDIN |
| 7962 | -   | OXY USA INC. | 16696 | Depth CC 6 7 Federal Com Well No. 42H  | 30-015-PENDIN |
| 7961 | -   | OXY USA INC. | 16696 | Depth CC 6 7 Federal Com Well No. 41H  | 30-015-PENDIN |

### Leonard Lowe

Engineering Bureau  
Oil Conservation Division  
Energy Minerals and Natural Resources Department  
1220 South St. Francis  
Santa Fe, New Mexico 87505  
Office: 505-476-3492  
Cell: 505-930-6717  
Fax: 505-476-3462  
E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/>