

Approved

NSL

Order

Approved: 12/05/19

State of New Mexico
Energy, Minerals and Natural Resources Department

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

NON-STANDARD LOCATION

Administrative Order NSL-7966

**Oxy USA, Inc. [OGRID 16696]
Radius CC 6 7 Federal Com Well No. 52H
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 & 1350 FWL	C/3	6	24S	29E	Eddy
First Take Point	100 FNL & 2300 FWL	C/3	6	24S	29E	Eddy
Last Take Point	330 FSL & 2300 FWL	N	7	24S	29E	Eddy
Terminus	20 FSL & 2300 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 W2 of Section 7	637.33	Purple Sage; Wolfcamp (GAS)	98220

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

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.



ADRIENNE E. SANDOVAL
Division Director

AES/lrl

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

Lowe, Leonard, EMNRD

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
Website: <http://www.emnrd.state.nm.us/ocd/>