NSL

Initial

Application

Received: 10/21/20

P.O. No. BAFDP-201021-NSL000

| RECEIVED: 10/21/20 | REVIEWER: LRL | TYPE: NSL | pLEL2029539145 |
|--------------------|---------------|-----------|----------------|

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION



| - Geological & Engineeri | |
|--|--|
| 1220 South St. Francis Drive, Sai | nta Fe, NM 87505 |
| ADMINISTRATIVE APPLICA | |
| THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPL REGULATIONS WHICH REQUIRE PROCESSING AT T | |
| Applicant: XTO ENERGY INC. | OGRID Number: 5380 |
| Well Name: Ross Draw 25 36 Federal COM #103H | API: 30-015-45595 |
| Pool: Purple Sage; Wolfcamp | Pool Code: 98220 |
| SUBMIT ACCURATE AND COMPLETE INFORMATION REQ INDICATED BE | |
| 1) TYPE OF APPLICATION: Check those which apply for A. Location – Spacing Unit – Simultaneous Dedicated NSP (PROJECT AREA) | |
| [II] Injection – Disposal – Pressure Increase – En WFX PMX SWD IPI 2) NOTIFICATION REQUIRED TO: Check those which approximate A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue of C. Application requires published notice D. Notification and/or concurrent approval by E. Notification and/or concurrent approval by F. Surface owner G. For all of the above, proof of notification or produced administrative approval is accurate and complete to understand that no action will be taken on this application. | FOR OCD ONLY Oly. Notice Complete Application Content Complete Dublication is attached, and/or, Submitted with this application for on the best of my knowledge. I also |
| notifications are submitted to the Division. Note: Statement must be completed by an individual w | vith managerial and/or supervisory capacity. |
| note. Statement must be completed by an individual w | |
| | 10/21/20 |
| Tracie J. Cherry, Regulatory Coordinator | Date |
| Print or Type Name | |
| | 432-221-7379 |
| | Phone Number |
| Assir Change | tracia charry@ytaanaray.com |
| Signature Signature | tracie_cherry@xtoenergy.com e-mail Address |
| 0.9.1.5.1.5. | 5 mail / Mail 000 |



Tracie J Cherry Regulatory Coordinator XTO Energy Inc. 500 West Illinois, Suite 100 Midland, TX 79701 (432) 221-7379

October 21, 2020

Ms. Adrienne Sandoval, Director Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Re: Application for Non-Standard Location

Ross Draw 25 36 Federal COM Well No. 103H

API 30-015-45595

Director Sandoval:

XTO Permian Operating, LLC (XTO) respectfully request administrative approval of a non-standard location for the Ross Draw 25 36 Federal COM, well #103H. The well is completed in the Purple Sage; Wolfcamp (Pool 98220) which is governed by special pool rules requiring 330' spacing from the boundary of the applicable spacing unit. The well's completed interval is as described below:

First Take Point: 923' FNL & 2433' FWL Sec 25 T26S-R29E Last Take Point: 360; FSL & 2441' FWL Sec 36 T26S-R29E

The horizontal spacing unit is the W/2 of Sections 25 and 36, T26S-R29E. The adjoining units toward which the unorthodox location encroaches are located in units B, G, J & O, of Sec. 25 and units , Unit B and Lot 3 of Sec. 36

Included in this request is the following documentation:

- 1. C-102 plat showing the location of the well and take points
- 2. List of affected parties in the adjoining leases, in the same pool where the completed interval encroaches the offset party
- 3. List of parties notified via certified mail with a copy of this application and instructions for filing a protest if they so choose. Return receipts will be furnished upon receipt.

If you have any questions or need any additional information, please feel free to contact me at 254-221-7379.

Sincerely,

Tracie J Cherry

Regulatory Coordinator

District I

District III

District IV

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico

Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

WELL LOCATION AND ACREAGE DEDICATION PLAT AS-DRILLED PLAT

| ¹ API Number 30-015-45595 | | ² Pool Code 98220 | | | | | |
|---|--|---------------------------------|-------------------------------|----------------------------------|--|--|--|
| ⁴ Property Code 324930 | | | roperty Name RAW 25-36 FED | ⁶ Well Number 103H | | | |
| ⁷ OGRID No. | | 8 O ₁ | ⁹ Elevation | | | | |
| 005380 | | XTO I | 2,961' | | | | |

¹⁰ Surface Location

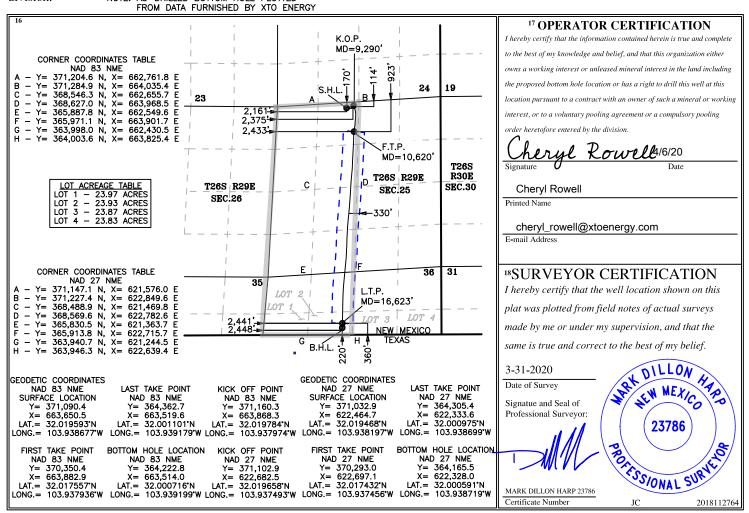
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| C | 25 | 26 S | 29 E | | 170 | NORTH | 2,161 | WEST | EDDY |

11 Rottom Hole Location If Different From Surface

| Bottom Hole Location if Different From Surface | | | | | | | | | | | |
|--|------------|----------------|---------------|------------|---------------|------------------|---------------|----------------|--------|--|--|
| UL or lot no. | Section | Township Range | | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | |
| L2 | 36 | 26 S | 29 E | | 220 | SOUTH | 2,448 | WEST | EDDY | | |
| 12 Dedicated Acres | 13 Joint o | r Infill | Consolidation | Code 15 Or | der No. | | | | | | |
| 447.9 | | | | | | | | | | | |

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.

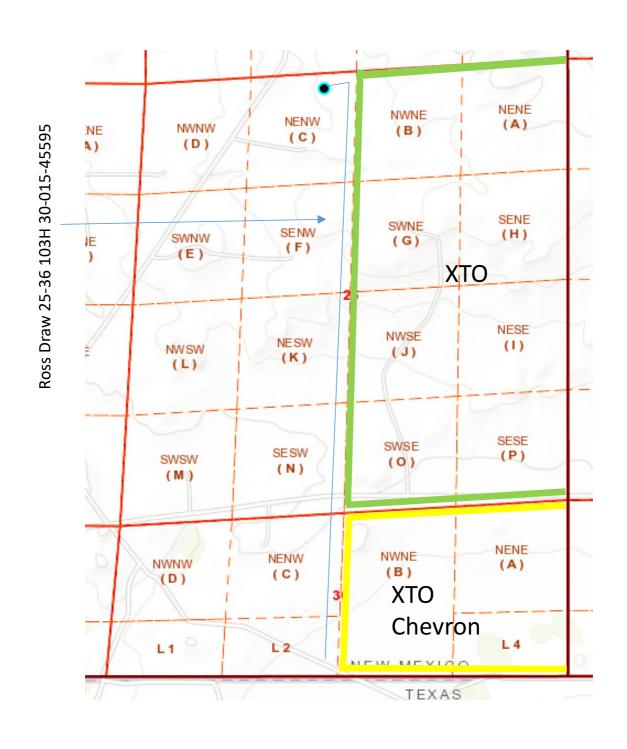
NOTE: AS-DRILLED BOTTOM HOLE PLOTTED



| Intent | t | As Dril | led x | | | | | | | | | | | |
|--------------------------------|------------------------------|--------------|--------------|---------|---------------|-----------|--|-------------|-----------|----------|-----------------|------------|---------------------|---------------------|
| API # | 15-455 | 505 |] | | | | | | | | | | | |
| Operator Name: XTO ENERGY INC. | | | | | | | Property Name: ROSS DRAW 25-36 FED | | | | | | | Well Number 103H |
| | | | | | | | | | | | | | | |
| Kick C | Off Point | (KOP) | | | | | | | | | | | | |
| UL C | Section 25 | Township 26S | Range 29E | Lot | Feet 114 | | From N | I/S | Feet 2375 | | From FWI | n E/W - | County EDDY | |
| Latitu 32.0 | ode 019784 | 1 | | | Longitu 103.9 | | 974 | | | | | | NAD 83 | |
| | | | | | | | | | | | | | | |
| | ake Poir | | | , , | | | r | | 1 | | | | | |
| UL C | Section 25 | Township 26S | Range 29E | Lot | Feet 923 | | From N | 1/S | Feet 2433 | 3 | From E/W FWL | | County EDDY | |
| 32.0 | ^{ide})17557 | 7 | | | Longitu 103.9 | | 936 | | | | | | NAD 83 | |
| Last T | ake Poin | t (LTP) | | | | | | | | | | | | |
| UL L2 | Section 36 | Township 26S | Range 29E | Lot | Feet 360 | Fro FS | m N/S L | Feet 244 | | From FWL | E/W | Count | | |
| Latitu 30.0 | ode 001101 | | | | Longitu 103.9 | | 179 | | | | | NAD 83 | | |
| | | | | | 1 | | | | | | | | | |
| Is this | well the | defining v | vell for th | e Horiz | ontal Sr | oacin | g Unit? | . [| | 7 | | | | |
| | | | | | | | | _ | | _ | | | | |
| Is this | Is this well an infill well? | | | | | | | | | | | | | |
| | l is yes p ng Unit. | lease prov | ide API if | availab | le, Oper | rator | Name | and v | vell nı | umbei | for [| Definir | ng well fo | r Horizontal |
| API # |)15-455 | 585 | | | | | | | | | | | | |
| Opei | rator Nar) Energ | me: | 1 | | | | operty Name: Well Nur oss Draw 25 36 Federal Com 102H | | | | | | Well Number 102H | |
| | | | | | | | | | | | | | | |

KZ 06/29/2018

XTO Permian Operating LLC Ross Draw 25 36 Fed COM 103H Sec 25 Eddy County, NM



CERTIFIED MAILING LIST XTO PERMIAN OPERATING LLC ROSS DRAW 25 36 FEDERAL COM #103H

CERTIFIED #7018 2290 0001 1289 5443

Chevron USA 6301 Deauville Blvd Midland, TX 79706

> I, Tracie J Cherry, do hereby certify individuals/companies listed were furnished a copy, via certified mail, of XTO Energy's application for administrative approval of a Non-Standard Location on the date signed below.

Signed:

Tracie J. Cherry

Title:

Regulatory Coordinator

Date:

10/21/200



XTO Energy Inc. EMHC.W4.4A.281 22777 Springwoods Village Pkwy Spring TX 77389-1425 832-625-3424 - Direct Phone austin_bridwell@xtoenergy.com

VIA UPS or FEDEX

October 20, 2020

Ms. Adrienne Sandoval
New Mexico Oil Conservation Division
1220 South Francis Drive
Santa Fe, New Mexico 87505

RE:

Application for Non-Standard Location

XTO Energy Inc.

Ross Draw 25-36 Fed 103H T26S-R29E, Section 25, Eddy Co. T26S-R29E, Section 36, Eddy Co.

Dear Ms. Sandoval,

XTO Energy Inc. respectfully requests approval for a non-standard location, encroaching on the spacing unit line (section center line) beyond the 330' buffer. The Ross Draw 25-36 Fed 103H was drilled as close as 197' from the center of sections 25 and 36-26S-29E in a portion of the lateral. As a prudent operator, it is XTO's responsibility to maximize hydrocarbon recovery, and the current spacing tested to accomplish this in the W/2 of sections 25 and 36 necessitates non-standard locations within the reservoir. XTO is also the offset operator in the E/2 of sections 25 and 36, and plans to develop this in the future in partnership with Chevron Corp.

Sincerely,

Austin Bridwell Reservoir Engineer XTO Energy, Inc.

Bridwell

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD

Sent: Thursday, October 29, 2020 3:15 PM

To: 'Cherry, Tracie'

Subject: RE: NSL Application - XTO Permian Operating, LLC [373075] - Rose Draw 25 36 Federal Com Well

No. 103H

Importance: High

Thank you. Your application is now complete. Your application is now pending the 20 days of public notice as required by rule. If all waivers are signed by all your affected parties, then at that time your NSL Order will be presented to the Director for review for approval.

Currently your application will be pending the 20 day public notice time period.

Leonard R. Lowe

Engineering Bureau OCD - EMNRD 5200 Oakland Ave. NE Albuquerque, N.M. 87113

C: 505-930-6717

http://www.emnrd.state.nm.us/ocd/

From: Cherry, Tracie <Tracie_Cherry@xtoenergy.com>

Sent: Thursday, October 29, 2020 3:04 PM

To: Lowe, Leonard, EMNRD < Leonard.Lowe@state.nm.us>

Subject: [EXT] RE: NSL Application - XTO Permian Operating, LLC [373075] - Rose Draw 25 36 Federal Com Well No. 103H

Hello Mr. Lowe.

The affected party to the East, XTO Holdings, LLC, is the same as XTO Energy, Inc. All leases are held by XTO Holdings; XTO Energy will be the operator when a well is drilled. Since there are no wells drilled or permitted on the East side acreage and no operator of record, I listed XTO Holdings as the affected party.

I hope this answers your question. If any more information is needed, please don't hesitate to contact me.

Thank you...Tracie

From: Lowe, Leonard, EMNRD [mailto:Leonard.Lowe@state.nm.us]

Sent: Thursday, October 29, 2020 2:25 PM

To: Cherry, Tracie < Tracie Cherry@xtoenergy.com>

Subject: RE: NSL Application - XTO Permian Operating, LLC [373075] - Rose Draw 25 36 Federal Com Well No.

103H

Importance: High

External Email - Think Before You Click

Tracie Cherry,

Good afternoon,

I need to change my update, via my voicemail earlier. I need verification that notice was provided to XTO Holding LLC. Your Application stated Chevron an XTO. Since the XTO reference was clarified. The XTO noted as an affected party has no verification of notice being provided.

Please provide notice to XTO Holding LLC.

Your application is on hold until notice is done.

Leonard R. Lowe

Engineering Bureau OCD - EMNRD 5200 Oakland Ave. NE Albuquerque, N.M. 87113 C: 505-930-6717

http://www.emnrd.state.nm.us/ocd/

From: Cherry, Tracie < Tracie_Cherry@xtoenergy.com>

Sent: Thursday, October 29, 2020 11:34 AM

To: Lowe, Leonard, EMNRD < Leonard.Lowe@state.nm.us >

Subject: [EXT] FW: NSL Application - XTO Permian Operating, LLC [373075] - Rose Draw 25 36 Federal Com Well

No. 103H Importance: High

Good morning Mr. Lowe.

I just wanted to follow-up on this application. Is this information sufficient or, do I need to provide revised forms and proof of mailing to Chevron?

Thank you...Tracie

From: Cherry, Tracie

Sent: Thursday, October 22, 2020 9:32 AM

To: 'Lowe, Leonard, EMNRD' < Leonard.Lowe@state.nm.us >

Subject: RE: NSL Application - XTO Permian Operating, LLC [373075] - Rose Draw 25 36 Federal Com Well

No. 103H

Importance: High

Good morning Mr. Lowe.

Please accept my profound apologizes for the mix-up. Not to make any excuses but, this is what happens when I am constantly having to file under two different OGRIDs and 'recycle' my forms.

The correct name on the application should be XTO Energy, Inc, OGRID 5380.

The offset affected parties are Chevron and XTO Holdings, LLC.

Lowe, Leonard, EMNRD

From: Cherry, Tracie < Tracie_Cherry@xtoenergy.com>

Sent: Thursday, October 22, 2020 8:32 AM

To: Lowe, Leonard, EMNRD

Subject: [EXT] RE: NSL Application - XTO Permian Operating, LLC [373075] - Rose Draw 25 36 Federal Com

Well No. 103H

Importance: High

Good morning Mr. Lowe.

Please accept my profound apologizes for the mix-up. Not to make any excuses but, this is what happens when I am constantly having to file under two different OGRIDs and 'recycle' my forms.

The correct name on the application should be XTO Energy, Inc, OGRID 5380.

The offset affected parties are Chevron and XTO Holdings, LLC.

Please let me know if this email will suffice as documentation of clarification. I will be happy make these changes and email revised forms directly to you if needed. I will also notify Chevron of the error via certified mail today.

Again, I apologize for the confusion.

Tracie Cherry

Tracie J Cherry
Regulatory Coordinator
Direct number 432-221-7379



From: Lowe, Leonard, EMNRD [mailto:Leonard.Lowe@state.nm.us]

Sent: Wednesday, October 21, 2020 5:47 PM

To: Cherry, Tracie < Tracie Cherry@xtoenergy.com>

Subject: NSL Application - XTO Permian Operating, LLC [373075] - Rose Draw 25 36 Federal Com Well No. 103H

Importance: High

External Email - Think Before You Click

Ms. Tracie Cherry,

Good afternoon.

In review of your NSL application for the above subject well. I have two questions.

Your Administrative Application Checklist references XTO Permian Operating, LLC [OGRID No. 373075]

Your submitted C-102 references XTO Energy, Inc. [OGRID No. 5380]

Q1. Which XTO is submitting the NSL application? This needs to be clarified, as there is conflicting information within your application. There cannot be an application that references different OGRID numbers/Applicants/Operators.

Your affected parties map only shows XTO & Chevron as affected parties.

Q2. Which XTO is the affected party? The OCD has on record the following with the name XTO.

XTO ENERGY, INC

XTO ENERGY & EL PASO NATURAL GAS CO

XTO HOLDINGS, LLC

XTO PERMIAN OPERATING, LLC

Please reference the correct Operator/OGRID number throughout your application.

This application is on hold until all is clarified. If not clarified soon, the OCD will discard and cancel your application.

Thank you,

Leonard R. Lowe

Engineering Bureau
OCD - EMNRD
5200 Oakland Ave. NE
Albuquerque, N.M. 87113
C: 505-930-6717
http://www.emnrd.state.nm.us/ocd/