

Approved

NSL

Order

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



November 12, 2020

Ms. Tracie J. Cherry
tracie_cherry@xtoenergy.com

NON-STANDARD LOCATION

Administrative Order NSL-8092

**XTO Energy Inc. [OGRID 5380]
Ross Draw 25 36 Federal Com Well No. 103H
API No. 30-015-45595**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	170 FNL & 2161 FWL	C	25	26S	29E	Eddy
First Take Point	923 FNL & 2433 FWL	C	25	26S	29E	Eddy
Last Take Point	360 FSL & 2441 FWL	2	36	26S	29E	Eddy
Terminus	220 FSL & 2448 FWL	2	36	26S	29E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 of Section 25 NW/4 of Section 36	447.90	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on October 21st, 2020.

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 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 199 - 207 feet to the eastern edge of the boundary line. Encroachment will impact the following tract.

Section 25, encroachment to the E/2
Section 36, encroachment to the NE/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.

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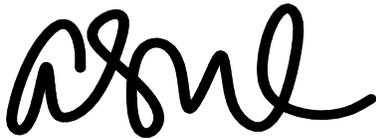
Division understands you are seeking this unorthodox location in order to maximize hydrocarbon recovery and the current spacing tested to accomplish this within the Wolfcamp formation underlying W/2 of Section 25 and the NW/4 of Section 36, thereby preventing waste

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.**

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
State Land Office – Oil, Gas, and Mineral Division
Bureau of Land Management – Carlsbad Field Office

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Monday, November 23, 2020 7:25 PM
To: 'Cherry, Tracie'
Cc: Bratcher, Mike, EMNRD; Kautz, Paul, EMNRD; 'lisa@rwbyram.com'; Simmons, Kurt, EMNRD; Terry Warnell; McClure, Dean, EMNRD; Garcia, John A, EMNRD; Powell, Brandon, EMNRD; 'jglover@blm.gov'; Holm, Anchor E.
Subject: APPROVED NSL-8092_XTO Energy Inc._Ross Draw 25 36 Federal Com Well No. 103H_SEC 25 26S 29E
Attachments: NSL-8092_ORDER.pdf

Importance: High

Ms. Tracie J. Cherry,

The following NSL Administrative Order has 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 #
8092	-	XTO ENERGY INC.	5380	ROSS DRAW 25 36 FEDERAL COM No. 103H	30-015-45595

A copy of the order is attached.

Leonard R. Lowe

Engineering Bureau
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