

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



March 31, 2021

Ms. Katy Reddell  
[KREDDELL@BTAOIL.COM](mailto:KREDDELL@BTAOIL.COM)

NON-STANDARD LOCATION

**Administrative Order NSL-8155**

**BTA Oil Producers, LLC [OGRID 260297]  
Mesa 8105 1 12 Federal Well No. 43H  
API No. 30-025-47153**

**Proposed Location**

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	280 FNL & 960 FWL	D	1	26S	32E	Lea
First Take Point	499.5 FNL & 339.3 FWL	D	1	26S	32E	Lea
Last Take Point	76.7 FSL & 332.1 FWL	M	12	26S	32E	Lea
Terminus	48.7 FSL & 331.2 FWL	M	12	26S	32E	Lea

**Proposed Horizontal Units**

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 W/2 of Section 1	320	Jennings; Upper Bone Spring Shale	97838
W/2 W/2 of Section 12			

Reference is made to your application received on March 10, 2021.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal oil well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal oil well's completed interval penetrates, each of which consists of a governmental quarter-quarter section or equivalent.

This well's completed interval is as close as 77 feet to the southern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 13 encroachment to the NW/4 NW/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.

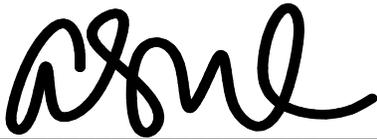
Division understands you are seeking this unorthodox location due to a calculation error in the completion process of the well, thus maximizing recovery and preventing waste within the Bone Spring formation underlying the W/2 W/2 of Section 1 and the W/2 W/2 of Section 12.

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 – Hobbs District Office  
Bureau of Land Management – Carlsbad Field Office

**From:** [Lowe, Leonard, EMNRD](#)  
**To:** [Katy W. Reddell](#)  
**Cc:** [Bratcher, Mike, EMNRD](#); [Kautz, Paul, EMNRD](#); "[lisa@rwbyram.com](#)"; [jglover@blm.gov](#); [drossmango@blm.gov](#)  
**Subject:** APPROVED NSL-8155\_BTA Oil Producers, LLC\_Mesa 8105 1 12 Federal Com Well No. 43H\_SEC 1 26S 32E  
**Date:** Friday, April 2, 2021 9:09:00 AM  
**Attachments:** [NSL-8155\\_BTA\\_Mesa\\_APPROVED.pdf](#)  
[image001.png](#)  
**Importance:** High

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Ms. Katy Reddell,

Good morning

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 #
8155	-	BTA Oil Producers LLC	260297	Mesa 8105 1 - 12 Federal Well No. 43H	30-025-47153

A copy of approved order is attached.

**Leonard R. Lowe**

Engineering Bureau

OCD - EMNRD

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