

State of New Mexico
Energy, Minerals and Natural Resources Department

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NON-STANDARD LOCATION

Administrative Order NSL-8342

**Centennial Resources Production, LLC [OGRID 372165]
Eric Cartman 6 State Com Well No. 603H
API No. 30-025-49778**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	256 FSL & 1990 FEL	O	6	22S	35E	Lea
First Take Point	100 FSL & 2699 FWL	N	6	22S	35E	Lea
Last Take Point/ Terminus	100 FNL & 2701 FEL	C	31	21S	35E	Lea

Proposed Horizontal Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 of section 6	616.27	Ojo Chiso; Bone Spring	96553
W/2 of section 31			

Reference is made to your application received on March 25th, 2022.

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 well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal 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 60 feet to the eastern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 6, encroachment to the W/2 E/2
Section 31, encroachment to the W/2 E/2

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 as a result of your well spacing in this location, thereby avoiding the waste of resources within the Bone Spring formation underlying W/2 of section 6 and the W/2 of section 31.

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.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

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

5/09/2022

Date

AES/lrl