**NSL - 8344** 

RECEIVED: 03/28/22 REVIEWER: LRL	NSL APP NO: pLEL2208739040
NEW MEXICO OIL CON - Geological & Engin 1220 South St. Francis Drive ADMINISTRATIVE APP	eering Bureau – e, Santa Fe, NM 87505 LICATION CHECKLIST TE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
Applicant: OXY USA INC. (16696) Well Name: JEFF SMITH MDP1 7-18 FEDERAL COM 173H Pool: PURPLE SAGE WOLFCAMP (GAS) SUBMIT ACCURATE AND COMPLETE INFORMATION	
1) TYPE OF APPLICATION: Check those which apply         A. Location – Spacing Unit – Simultaneous Dec         Image: Spacing Unit – Simult	y for [A] dication NSP(PRORATION UNIT) SD t OLS OLM - Enhanced Oil Recovery EOR PPR
<ul> <li>2) NOTIFICATION REQUIRED TO: Check those which</li> <li>A. Offset operators or lease holders</li> <li>B. Royalty, overriding royalty owners, rever</li> <li>C. Application requires published notice</li> <li>D. Notification and/or concurrent approva</li> <li>E. Notification and/or concurrent approva</li> <li>F. Surface owner</li> <li>G. For all of the above, proof of notification</li> <li>H. No notice required</li> </ul>	Image: Notice Complete       Image: Notice Complete       Application       Content       Complete
3) <b>CERTIFICATION:</b> I hereby certify that the information administrative approval is <b>accurate</b> and <b>complete understand</b> that <b>no action</b> will be taken on this a	ete to the best of my knowledge. I also

notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

LESLIE REEVES

Print or Type Name

Leslie T. Reeves

Signature

3/28/2022 Date

713-497-2492

Phone Number

LESLIE\_REEVES@OXY.COM e-mail Address

Released to Imaging: 5/9/2022 4:13:10 PM





5 Greenway Plaza, Suite 110 Houston, TX 77046-0521

March 28, 2022

New Mexico Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Attention: Leonard Lowe

Re: Application for Administrative Approval of Non-Standard Location Jeff Smith MDP1 7-18 Federal Com 173H – Purple Sage Wolfcamp Surface – 275' FSL 2256' FWL Unit N Sec 6 T24S R31E First Take Point – 100' FNL 2360' FWL Unit C, Sec 7 T24S R31E Last Take Point – 100' FSL 2360' FWL Unit N, Sec 18 T24S R31E Bottom Hole –20' FSL 2360 FWL Unit N, Sec 18 T24S R31E Eddy County, New Mexico

Dear Mr. Lowe:

OXY USA Inc. respectfully requests administrative approval of a non-standard location on the Jeff Smith MDP1 7-18 Federal Com 173H well, API Number-30-015-47247, Property Code 328304. The #173H well is proposed to be completed in the Purple Sage Wolfcamp pool, Pool Code 98220 which has special pool rules specifying the completed interval must be located 330 feet from the exterior boundary of the applicable spacing unit. The proposed completed interval is projected as follows:

Surface – 275' FSL 2256' FWL Unit N Sec 6 T24S R31E First Take Point – 100' FNL 2360' FWL Unit C, Sec 7 T24S R31E Last Take Point – 100' FSL 2360' FWL Unit N, Sec 18 T24S R31E Bottom Hole –20' FSL 2360 FWL Unit N, Sec 18 T24S R31E

The Horizontal Spacing Unit will be 640-acres including the West ½ of section 7 and section 18, T24S R31E.

- The adjoining units which the unorthodox location encroaches are located to the North in T24S R31E, Section 6 –Units M and N, which are 100% working interest owned by OXY.
- To the South the adjoining units which the unorthodox location encroaches are in T24S R31E, Section 19 & 30 – (West ½ HSU) Units D, C, E, F, L, K, M, N. which is operated by XTO Permian Operating, LLC.

Approval of the unorthodox, completed interval will allow for efficient spacing of horizontal wells and thereby prevent waste.

To support this request, the following information has been submitted for your review:

- 1. C-102 Plat for the proposed well and additional plats with offsetting well and affected spacing units.
- 2. List of affected offset parties in each adjoining spacing unit in the same pool or formation located closer to the unorthodox well location than the minimum distance prescribed by applicable rule or order, copies of the signed certified return receipts will be furnished upon request.
- 3. Statement from Oxy Development Area Reservoir Engineer.

If you need any additional information, please call me at 713-497-2492.

Sincerely,

Leslie Reeves Regulatory Advisor Leslie Reeves@oxy.com





5 Greenway Plaza, Suite 110 Houston, TX 77046-0521

March 28, 2022

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Re: Application for Administrative Approval of Non-Standard Location Jeff Smith MDP1 7-18 Federal Com 173H – Purple Sage Wolfcamp Surface – 275' FSL 2256' FWL Unit N Sec 6 T24S R31E First Take Point – 100' FNL 2360' FWL Unit C Sec 7 T24S R31E Last Take Point – 100' FSL 2360' FWL Unit N, Sec 18 T24S R31E Bottom Hole – 20' FSL 2360' FWL Unit N, Sec 18 T24S R31E Eddy County, New Mexico

To Whom it May Concern:

Enclosed is a copy of an application, filed with the New Mexico Oil Conservation Division by OXY USA Inc., requesting administrative approval for a non-standard location. As an affected party, notice is being provided to you pursuant to Rule 19.15.4.12(A)(2)(a), 19.15.15.9(A) and 19.15.16.15(B). The well is located as follows:

Surface – 275' FSL 2256' FWL Unit N Sec 6 T24S R31E First Take Point – 100' FNL 2360' FWL Unit C Sec 7 T24S R31E Last Take Point – 100' FSL 2360' FWL Unit N, Sec 18 T24S R31E Bottom Hole – 20' FSL 2360' FWL Unit N, Sec 18 T24S R31E

If you object to the well's location, you must notify the Division in writing no later than 20 days from the date the application is received by the NMOCD (1220 South St. Francis Drive, Santa Fe, NM 87505; Attention: Leonard Lowe).

If you need any additional information, you can contact Matt Cole at 713-366-5928 or myself at 713-497-2492.

Thank you,

Leslie Reeves Regulatory Advisor OXY USA Inc.

District I 1625 N. French Dr., Hobbs, NM 88240

Form C-102

Phone: (575) 393-6161 <u>District II</u> 811 S. First St., Artesia, Phone: (575) 748-1283 <u>District III</u> 1000 Rio Brazos Road, Phone: (505) 334-6178 <u>District IV</u> 1220 S. St. Francis Dr., Phone: (505) 476-3460	3-9720 410 I-6170 87505	Energ	Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505					Revised August 1, 2011 Submit one copy to appropriate District Office		
		V	VELL LC	CATIO	N AND A	CREAGE DEDIC	ATION PLA	Т		
30-015-47	PI Number 247	r	9822	<sup>2</sup> Pool Code		URPLE SAGE	<sup>3</sup> Pool Nat WOLFCAM		S)	
<sup>4</sup> Property C	ode				<sup>5</sup> Prope	rty Name		•	<sup>6</sup> V	Vell Number
328304				JEFF SN	AITH MD	P1 7_18 FED CC	M			173H
<sup>7</sup> OGRID N	0.				-	tor Name			9	elevation
16696	5				OXY U	XY USA INC.				3460'
					<sup>10</sup> Surfac	e Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	the North/South line	Feet from the	East	t/West line	County
Ν	6	24S	31E		275	SOUTH	2256	WE	ST	EDDY
			<sup>11</sup> Во	ttom Hol	le Location	If Different Fron	n Surface			
UL or lot no.	Section	Township	Range	Lot Idn	the North/South line	Feet from the	East	t/West line	County	
Ν	18	24S	31E		20	SOUTH	2360	WE	ST	EDDY
<sup>12</sup> Dedicated Acres 655.04	<sup>13</sup> Joint of	r Infill <sup>14</sup>	Consolidation (	Code <sup>15</sup> Or						

State of New Mexico

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.

23300       FIRST       3339       3391       30101101       accorrow 4       accorrow 4<	SECTION 1	275' 50' 100'	NAD A - X: 7 B - X: 7 C - X: 7 D - X: 6 E - X: 6	NER COORDINATES 0 83, SPCS NM EAST 01001.66' / Y: 451107.73' 01025.74' / Y: 445824.06' 01051.64' / Y: 440540.15' 98345.54' / Y: 44057.61' 98324.01' / Y: 445811.29' 98302.38' / Y: 451095.14'	CORNER COORDINATES NAD 27, SPCS NM EAST A - X: 6598617.78' / Y: 451048.69' B - X: 6598617.68' / Y: 445765.14' C - X: 659867.40' / Y: 440481.35' D - X: 657161.31' / Y: 440488.81' E - X: 657139.96' / Y: 440488.81' F - X: 657118.51' / Y: 451036.10'	<sup>17</sup> <b>OPERATOR CERTIFICATION</b> I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this
2360       FIRST TAKE       3339       Supervised for the division         2360       FIRST TAKE       339       Supervised for the division         2360       FIRST Section 12       FIRST Supervised for the division       Supervised for the division         section 12       FIRST Supervised for the division       Supervised for the division       Supervised for the division         section 12       FIRST Supervised for the division       Supervised for the division       Supervised for the division         section 12       FIRST Supervised for the division       Supervised for the division       Supervised for the division         section 12       FIRST Supervised for the division       Supervised for the division       Supervised for the division         section 12       FIRST Supervised for the division       Supervised for the division       Supervised for the division         section 12       FIRST Supervised for the division       Supervised for the division       Supervised for the division         section 12       Supervised for the division       Supervised for the division       Supervised for the division         section 12       FIRST Supervised for the division       Supervised for the division       Supervised for the division         Supervised for the divised for the	F					-
2360       TAKE       339       SUPERCENCIE LOCATION 275 FSL 2356 FMUL SECTION 8 275 FSL 2356 FMUL SECTION 8 270 FSL 2356 FMUL SECTION 8 280 FML 230 FML 2302 FML 2352 CM 273 223 230 FML 2352 CM 273 230 FML 2352 CM 274 24 CM 27		FIRST	339'	SECTION 8	SECTION 9	
NAD 83 SPCs M EAST X700357 111 / Y431381.09 LAT32 2387394 / V431381.09 LAT32 2387394 / V431381.09 LAT32 2387394 / V431381.09 LAT32 2387394 / V43132.04 X659372 4/ Y43132.04 LAT32 2387394 / V43132.04 X659372 4/ Y43132.04 Kick OFF POINT SECTION 13 B SECTION 13 B SECTION 13 B SECTION 13 B SECTION 13 B SECTION 14 B SECTION 14 B SECTION 15 SECTION 15 B SECTION 15 SECTION 12 B SECTION 14 B SECTION 15 SECTION 14 B SECTION 15 SECTION 14 B SECTION 15 SECTION 14 B SECTION 15 SECTION 12 SECTION 14 B SECTION 15 SECTION 14 SECTION 14 SECTION 14 SECTION 14 SECTION 15 SECTION 16 SECTION 16 SECT	2360'		339'			
NAD 83 SPCs M EAST X700357 111 / Y431381.09 LAT32 2387394 / V431381.09 LAT32 2387394 / V431381.09 LAT32 2387394 / V431381.09 LAT32 2387394 / V43132.04 X659372 4/ Y43132.04 LAT32 2387394 / V43132.04 X659372 4/ Y43132.04 Kick OFF POINT SECTION 13 B SECTION 13 B SECTION 13 B SECTION 13 B SECTION 13 B SECTION 14 B SECTION 14 B SECTION 15 SECTION 15 B SECTION 15 SECTION 12 B SECTION 14 B SECTION 15 SECTION 14 B SECTION 15 SECTION 14 B SECTION 15 SECTION 14 B SECTION 15 SECTION 12 SECTION 14 B SECTION 15 SECTION 14 SECTION 14 SECTION 14 SECTION 14 SECTION 15 SECTION 16 SECTION 16 SECT		2.64				Leslie I. Reeves 3/28/2022
NAD 27, SPCS NM EAST X65937.32 // VA51322.04       LESLIE_REEVES         SECTION 12       Not 03, SPCS NM EAST X700827.57 // VA51025.04       Filted Name         SECTION 13       SECTION 13       SECTION 13       SECTION 13         SECTION 14       SECTION 13       SECTION 13       SECTION 7         SECTION 13       SECTION 14       SECTION 13       SECTION 13         SECTION 14       SECTION 13       SECTION 14       SECTION 14         SECTION 14       SECTION 14       SECTION 14       SECTION 14         SECTION 24       SECTION 14       S		- 5185			NAD 83, SPCS NM EAST X:700557.11' / Y:451381.09'	
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SHEET 1 OF 3 JOB NO. R4041_006_7293		PI B s	ECTION 7	SECTION 8		
State       State <td< td=""><td>SECTION 13 E</td><td></td><td>SCTION 18</td><td>SECTION 17</td><td>X:659478.69' / Y:450997.11'</td><td></td></td<>	SECTION 13 E		SCTION 18	SECTION 17	X:659478.69' / Y:450997.11'	
Alight 2.238010 / LAST       Alight 2.2383110 / LON:103.81802376W       made by me of under my supervision, and mat the same is true and correct to the best of my belief.         Alight 2.23601       Alight 2.23871796N / LON:103.81753868W       LAST TAKE POINT         Alight 2.23601       Alight 2.23871796N / LON:103.81753868W       LAST TAKE POINT         Alight 2.23601       Alight 2.23871796N / LON:103.81753868W       LAST TAKE POINT         Alight 2.23601       Alight 2.23871796N / LON:103.81753868W       MARCH 22, 2022         Define BHL       C section 19       Section 20         SECTION 24       Section 19       Section 20         BOTTOM HOLE LOCATION       20' FSL 2360' FWL, SECTION 18       MAD 83, SPCS NM EAST         NAD 83, SPCS NM EAST       X:700705.08' / Y:440579.74'       LAT:32.21021872N / LON:103.81759443W         SHEET 1 OF 3       Section 19       Section 20' FSL 2360' FWL, SECTION 18       NAD 83, SPCS NM EAST         NAD 80, SPCS NM EAST       X:700705.08' / Y:440579.74'       LAT:32.21021872N / LON:103.81759443W       Signature and Seal of Professional Surveys:         SHEET 1 OF 3       NAD 87, SPCS NM EAST       X:700705.08' / Y:440579.74'       LAT:32.21012223N / LON:103.81804900W       Certificate Number         JOB No. R4041_006_7293       NAD 27, SPCS NM EAST       X:59520.84' / Y:440499.74'       DAVID W MYEES       LA02					100' FNL 2360' FWL, SECTION 7 NAD 83, SPCS NM EAST	plat was plotted from field notes of actual surveys
2360'       LAST TAKE       346'       346'       section 17         2360'       Jake'       346'       section 17         2360'       BHL       C       section 19         SECTION 24       Section 19       Section 20         SHEET 1 OF 3 JOB No. R4041_006_7293       SHEET 1 OF 3       Section 20	т24	T24			LAT:32.23884110N / LON:103.81802376W	made by me or under my supervision, and that the
2360'       LAST TAKE       346'       346'       section 17         2360'       Jake'       346'       section 17         2360'       BHL       C       section 19       section 20         section 24       Section 19       section 20       Section 10       section 10         SHEET 1 OF 3 JOB No. R4041_006_7293       SHEET 1 OF 3       Section 20       Section 20       Section 20		0°13'5.			X:659478.90' / Y:450947.11'	same is true and correct to the best of my belief.
LAST TAKE       346       346         3260'       TAKE       346'       SECTION 17         2360'       BHL       C       SECTION 17         SECTION 24       SECTION 19       SECTION 20         SECTION 24       SECTION 19       SECTION 20         BHL       C       SECTION 20         SECTION 24       SECTION 19       SECTION 20         BOTTOM HOLE LOCATION 20' FSL 2360' FWL, SECTION 18, NAD 83, SPCS NM EAST X:700705.08' / Y:440579.74'       Date of Survey         SHEET 1 OF 3 JOB NO. R4041_006_7293       NAD 83, SPCS NM EAST X:559520.84' / Y:440499.74'       Section 20		S0				MARCH 22, 2022
346*         SECTION 17         LAT:32.21034213N / LON:103.81804821W NAD 27, SPCS NM EAST X:659520.70' / Y:440579.74' LAT:32.21021872N / LON:103.81756443W         Signature and Seal of Professional Surveyor.           SECTION 24         SECTION 19         SECTION 20         SECTION 20         SECTION 20         Signature and Seal of Professional Surveyor.           SECTION 24         SECTION 20		LAST	346'		NAD 83, SPCS NM EAST	Date of Survey
SECTION 24         BHL         C SECTION 19         SECTION 20         X:s69520.70' / ':440579.74' LAT:32.21021872N / LON:103.81756443W           SECTION 24         Image: Constraint of the section	2360	TAKE	346'	SECTION 17		Signature and Seal of Professional Surveyor:
SECTION 24     BOTTOM HOLE LOCATION       20' FSL 2360' FWL, SECTION 18     NAD 83, SPCS NM EAST       X:700705.061' / Y:44058.5.4'     LAT:32.21012223N / LON:103.81804900W       JOB No. R4041_006_7293     X:659520.84' / Y:440499.74'	2360'		SECTION 19	SECTION 20	X:659520.70' / Y:440579.74'	8 (~ (11403) ~ 8
NAD 83, SPCs NM EAST X:700705.08' / Y:440558.54' LAT:32.21012223N / LON:103.81804900W           SHEET 1 OF 3 JOB No. R4041_006_7293         Certificate Number X:659520.84' / Y:440499.74'	SECTION 24	.02				
JOB No. R4041_006_7293 X:659520.84' / Y:44049.74' Certificate Number	CHEFT				20' FSL 2360' FWL, SECTION 18 NAD 83, SPCS NM EAST X:700705.08' / Y:440558.54' LAT:32.21012223N / LON:103.81804900W	GINAL SUF
	JOB No. R404	41_006_7293				Certificate Number

Distances/areas relative to NAD 83 Combined Scale Factor: 0.99977704 Convergence Angle: 00°16'56.57999"

Intent X	As Drilled
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API # 30-015-47247		
Operator Name: OXY USA Inc.	Property Name: JEFF SMITH MDP1 7-18 FEDERAL COM	Well Number 173H

## Kick Off Point (KOP)

UL C	Section 7	Township 24S	Range 31E	Lot	Feet 50	From N/S	Feet 2360	From E/W	County EDDY
Latitu <b>32.</b>	<sup>de</sup> 23897	7854			Longitude -103.81	802366	1		NAD NAD83

### First Take Point (FTP)

UL C	Section <b>7</b>	Township 24S	Range 31E	Lot	Feet 100	From N/S	Feet 2360	From E/W	County EDDY
Latitu <b>32.</b>	<sup>de</sup> 23884	1110			Longitude -103.81	802376			NAD NAD83

## Last Take Point (LTP)

UL N	Section 18	Township 24S	Range 31E	Lot	Feet 100	From N/S	Feet 2360	From E/W	County EDDY
Latitu <b>32</b> .2	<sup>de</sup> 21034	4213			Longitud	.818048	821		NAD NAD83

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

Y

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

<sup>API #</sup> 30-015-47249			
Operator Name: OXY USA INC.	JE	roperty Name: EFF SMITH MDP1 7-18 FEDERAL OM	Well Number 172H

KZ 06/29/2018

# *Received by OCD: 3/28/2022 10:01:58 AM* OXY USA Inc.

Jeff Smith MDP1 7-18 Federal Com 173H Section 6 Township 24 South, Range 31 East, N.M.P.M. Eddy County, New Mexico

L 4	L3	L2	L1	L4	L3	L 2	LI	L 4	L 3	L2	L 1
SWNW (E)	SENW (F)	SWNE (G)	SENE (H)	L5	SENW (F)	SWNE (G)	SENE (H)	SWNW (E)	SENW (F)	SWNE (G)	SEN (H
NWSW (L)	NESW (K)	NWSE (J)	NESE (1)	LG	NESW (K)	6 NWSE (لمال)	NESE (1)	NWSW (L)	NESW (K)	05 NWSE (J)	NES (1)
swsw (M)	SESW (N) 245 30E	SWSE (O)	SESE (P)	L 7 24\$ 31E	SES	Y – 100% lease		swsw (M.)	SESW (N)	SWSE (0)	SES (P
m 173H	NENW (C)	NWNE (B)	NENE (A)	L1	NENW (C)	NWNE (B)	NENE (A)	NWNW (D)	NENW (C)	NWNE (B)	NEN (A
8 Federal Co	SENW (F)	SWNE (G)	SENE (H)	L2	SENW (F)	SWNE (G)	SENE (H)	SWNW (E)	SENW (F)	SWNE (G)	SEN (H
Jeff Smith MDP1 7-18 Federal Com 173H	NESW (K)	NWSE (J)	NESE (1)	L 3	NESW (K) 3556 ft	NWSE (J)	Twin Wells Rd	NWSW (L)	NESW (K)	NWSE (J)	NES (1)
Jeff Smit	24S 30E SESW (N)	SWSE (0)	SESE (P)	L.4	SESW (N)	SWSE (0)	SESE (P)	swsw (M)	SESW (N)	SWSE (0)	SES (P
NWNW (D)	NENW (C)	NWNE (B)	NENE (A)	LI	NENW (C)	NWNE (B)	NENE (A)	NWNW (D)	NENW (C)	NWNE (B)	NENE (A)
SWNW (E)	SENW (F)	SWNE (G)	SENE (H)	L2	SENW (F)	SWME (G)	(H)	 	SENW (F)	SWNE (G)	SENE (H)
NWSW (L)	NESW (K) 24S 30E	NWSE (J)	NESE NESE NESE	24S 31E L 3	3516ft NESW (К)	NWSE (J)	NESE (1)	NWSW (L)	NESW (K)	NWSE (J)	NESE (1)
SWSW (M)	SESW (N)	787 SWSE (0)	SESE (P)	L4	SESW (N)	SWSE (0)	SESE (P)	SWSW (M)	SESW (N)	SWSE (O)	SESE (P)
NWNWR <sup>Rd</sup>	NENW (C)	NWNE (B)	NENE (A)	LI	NENW (C)	NWNE (B)	NENE (A) LTP	NWNW (D)	NENW (C)	NWNE (B)	NENE (A)
SWNW (E)	SENW (F)	SWNE (G)	SENE (H)	L.2	SENW (F)		3HL <sub>SENE</sub>	SWNW (E)	SENW (F)	SWNE (G)	SENE (H)
NWSW (L)	24S 30E NESW (K)	NWSE (J)	NESE (1)	1 HSU W ½   HSU W ½   30 T24S R 		HSU E1/2 30 T24S R		245 NWSW (L)	2 31E NESW (K)	0 NWSE (J)	NESE (1)
ed to Imag	ging: 579/2	022 4:33:1	0 PMESE	1	SESW (N)	SWSE (O)	SESE (P)	SWSW (M)	SESW (N)	SWSE (0)	SESE (P)

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Occidental Oil and Gas Corporation ATTN: Marshall McQueen 5 Greenway Plaza, Suite 110 Houston, TX 77046 713-366-5799 Marshall\_McQueen@oxy.com

March 24, 2022

Mr. Leonard Lowe New Mexico Oil Conservation Division 1220 South Francis Drive Santa Fe, New Mexico 87505

RE: Application for Nonstandard Location—Engineering Justification OXY USA Inc. Jeff Smith MDP1 7-18 Federal Com 171H, 172H, 173H T24S R31E, Section 7 & 18 – West 1/2, Eddy County

Dear Mr. Lowe:

Oxy USA Inc. respectfully seeks approval for a non-standard location, decreasing the first and last take point for Jeff Smith MDP1 7-18 Federal Com 171H, for Jeff Smith MDP1 7-18 Federal Com 172H and the for Jeff Smith MDP1 7-18 Federal Com 173H in the Wolfcamp formation of the Purple Sage Pool from 330 feet to 100 feet. It is Oxy's responsibility as a prudent operator to maximize lateral length and minimize reserves left in the ground. Decreasing the first and last take point will increase this well's effective lateral length by 460 feet and increase the estimated ultimate recovery of the well by approximately 5%. Any increase in first or last take point would result in untapped reserves left in the reservoir, and waste of a resource that would otherwise go undeveloped.

Sincerely,

What me

Marshall McQueen Reservoir Engineer

Application Non-Standard Location - Service List OXY USA Inc. Jeff Smith MDP1 7-18 Federal Com 173H

#### **Online Submission**

Certified Mail #7019 0140 0000 3886 5163

New Mexico Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Bureau of Land Management Carlsbad 620 E. Greene Street Carlsbad, NM 88220-6292

Offset Tracts Section 6 (T24S-R31E) - Units D, C, 100% Working Interest Owner OXY USA Inc.

5 Greenway Plaza, Suite 110 Houston, Texas 77

Existing Horizontal Spacing Unit Section 19 & 30 (T24S-R31E) - Units D, C, E, F, K, L, M, N (W 1/2 HSU) Certified Mail # 7019 0140 0000 3886 5170 Operator:

XTO Permian Operating, LLC (373075) 22777 Springwoods Village Parkway Spring, Texas 77389

Copies of this application were mailed to the following individuals, companies and organizations on or before March 28, 2022  $\,$ 

Leslie Reeves, Regulatory Advisor OXY USA Inc.

District I 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

District III

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

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

## **State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division** 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Operator:	OGRID:
OXY USA INC	16696
P.O. Box 4294	Action Number:
Houston, TX 772104294	93432
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

### CONDITIONS

Created By		Condition Date
llowe	NSL-8344 is approved. The order can be reviewed at the OCD Imaging web site: https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx	5/9/2022

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Action 93432