

RECEIVED: <b>06/22/22</b>	REVIEWER: <b>LRL</b>	TYPE: <b>NSL</b>	APP NO: <b>pLEL2217449275</b>
---------------------------	----------------------	------------------	-------------------------------

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
- Geological & Engineering Bureau -  
1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Applicant:** WPX Energy Permian, LLC **OGRID Number:** 246289  
**Well Name:** Steel Guitar 35-26 Fed Com 451H **API:** 30-015-49377  
**Pool:** Purple Sage; Wolfcamp (Gas) **Pool Code:** 98220

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW**

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]  
 A. Location - Spacing Unit - Simultaneous Dedication  
 NSL       NSP (PROJECT AREA)       NSP (PRORATION UNIT)       SD
- B. Check one only for [ I ] or [ II ]  
 [ I ] Commingling - Storage - Measurement  
 DHC    CTB    PLC    PC    OLS    OLM  
 [ II ] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX    PMX    SWD    IPI    EOR    PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.  
 A.  Offset operators or lease holders  
 B.  Royalty, overriding royalty owners, revenue owners  
 C.  Application requires published notice  
 D.  Notification and/or concurrent approval by SLO  
 E.  Notification and/or concurrent approval by BLM  
 F.  Surface owner  
 G.  For all of the above, proof of notification or publication is attached, and/or,  
 H.  No notice required

<b>FOR OCD ONLY</b>	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	Application Content Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

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

Adam G. Rankin  
Date

Print or Type Name

Signature

6/22/22  
Date

505-954-7294  
Phone Number

AGRankin@hollandhart.com  
e-mail Address



Adam G. Rankin  
Phone (505) 954-7294  
AGRankin@hollandhart.com

June 22, 2022

**VIA ONLINE FILING**

Adrienne Sandoval  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

**Re: WPX Energy Permian, LLC  
Request for Administrative Approval of Unorthodox Well Location**

Steel Guitar 35-26 Fed Com 451H well  
All of Sections 26 and 35, T26S, R29E  
Eddy County, New Mexico  
Purple Sage; Wolfcamp (Gas) pool [98220]  
API No. 30-015-49377

Dear Ms. Sandoval:

WPX Energy Permian, LLC (OGRID No. 246289), pursuant to Division Rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC and applicable rules governing acreage and well location requirements for the Purple Sage; Wolfcamp (Gas) pool [98220], seeks administrative approval of an unorthodox well location for its **Steel Guitar 35-26 Fed Com 451H well** (API No. 30-015-49377), in an 862.40-acre, more or less, spacing unit underlying All of Sections 26 and 35, T26S, R29E, Eddy County, New Mexico.

The proposed location is as follows:

- Surface location: 423' FNL and 1797' FWL (Unit C) of Section 26
- Bottom hole location: 50' FSL and 330' FWL (L9) of Section 35
- First take point: 100' FNL and 330' FWL (Unit D) of Section 26
- Last take point: 100' FSL and 330' FWL (L9) of Section 35

Since this acreage is governed by the Division's statewide rules, the completed interval for this well will be unorthodox because it is closer than the standard offsets to the northern and southern

T 505.988.4421 F 505.983.6043  
110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849  
Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208  
www.hollandhart.com

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming

boundaries of the spacing unit – thus encroaching on Section 23, T26S, R29E (Eddy Co. New Mexico) to the north, and the NE/4 of Section 4, Blk 57 T1, T&P RR Co. Svy (Loving Co., Texas) to the south. Approval of the unorthodox, completed interval will allow WPX to use its preferred development plan for horizontal wells in this area, which will maximize recovery and prevent waste.

**Exhibit A** is a Form C-102 showing the proposed Steel Guitar 35-26 Fed Com 451H well encroaches on the spacing unit/tracts to the north in Section 23, T26S, R29E (Eddy Co. New Mexico), and to the south in the NE/4 of Section 4, Blk 57 T1, T&P RR Co. Svy (Loving Co., Texas).

**Exhibit B** is a plat showing the Steel Guitar 35-26 Fed Com 451H well spacing unit in relation to the adjoining spacing unit/tracts to the north and south. The affected spacing unit to the north is operated by Mewbourne Oil Company, and the affected spacing unit/tracts to the south is operated by BPX Operating Company. In addition, the affected spacing unit to the north contains a BLM lease (NMNM-011038). Accordingly, the “affected persons”<sup>1</sup> are Mewbourne Oil Company, BPX Operating Company, and the United States Bureau of Land Management.

**Exhibit C** is a spreadsheet listing all affected persons and includes tracking information demonstrating that each of the affected persons was sent a copy of this application with all attachments by certified mail advising that any objections must be filed in writing with the Division within 20 days from the date the Division receives the application. The following are the affected persons:

Type	Affected Party	Location
Operator/ Working Interest	Mewbourne Oil Company	Section 23 (All)
Operator/ Working Interest	BPX Operating Company	E/2 of Section 4
Federal/State Mineral Interest	United States Bureau of Land Management	Section 23 (All)

<sup>1</sup> See NMAC §§ 19.15.2.7.A(8) [defining “affected persons” as, “the operator” or “in the absence of an operator, or with respect to an application wherein the operator of the spacing unit or identified tract is the applicant, each working interest owner”] and 19.15.4.12.A(2)(a).

Your attention to this matter is appreciated.

Sincerely,



Adam G. Rankin  
**ATTORNEY FOR**  
**WPX ENERGY PERMIAN, LLC**

T 505.988.4421 F 505.983.6043  
110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849  
Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208  
[www.hollandhart.com](http://www.hollandhart.com)

Alaska  
Colorado  
Idaho

Montana  
Nevada  
New Mexico

Utah  
Washington, D.C.  
Wyoming

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) 748-0720  
 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) 476-3460 Fax: (505) 476-3462

State of New Mexico  
 Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
 1220 South St. Francis Dr.  
 Santa Fe, New Mexico 87505

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number	<sup>2</sup> Pool Code 98220	<sup>3</sup> Pool Name PURPLE SAGE WOLFCAMP GAS POOL
<sup>4</sup> Property Code	<sup>5</sup> Property Name STEEL GUITAR 35-26 FED COM	
<sup>7</sup> OGRID No. 246289	<sup>8</sup> Operator Name WPX ENERGY PERMIAN, LLC	<sup>6</sup> Well Number 451H
		<sup>9</sup> Elevation 2887.5'

<sup>10</sup>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	26	26-S	29-E		423	NORTH	1797	WEST	EDDY

<sup>11</sup>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
L9	35	26-S	29-E		50	SOUTH	330	WEST	EDDY

<sup>12</sup> Dedicated Acres 862.40	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidated Code	<sup>15</sup> Order No.
---	-------------------------------	---------------------------------	-------------------------

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.

**POP:**  
50' FNL, 330' FWL  
100' FNL, 330' FWL

**SHL:**  
423' FNL, 1797' FWL

**LTP:**  
100' FSL, 330' FWL

**BHL:**  
50' FSL, 330' FWL

**SHL:**  
 NMSP-E (NAD 83)  
 N.(Y): = 370729.6'  
 E.(X): = 657858.9'  
 LAT.: = 32.0186584° N  
 LON.: = 103.9573684° W  
 NMSP-E (NAD 27)  
 N.(Y): = 370672.2'  
 E.(X): = 616673.0'  
 LAT.: = 32.0185332° N  
 LON.: = 103.9568879° W

**POP:**  
 NMSP-E (NAD 83)  
 N.(Y): = 371114.3'  
 E.(X): = 656408.1'  
 LAT.: = 32.0197299° N  
 LON.: = 103.9620452° W  
 NMSP-E (NAD 27)  
 N.(Y): = 371056.9'  
 E.(X): = 615222.2'  
 LAT.: = 32.0196047° N  
 LON.: = 103.9615644° W

**FTP:**  
 NMSP-E (NAD 83)  
 N.(Y): = 371064.3'  
 E.(X): = 656405.8'  
 LAT.: = 32.0195925° N  
 LON.: = 103.9620532° W  
 NMSP-E (NAD 27)  
 N.(Y): = 371006.9'  
 E.(X): = 615219.9'  
 LAT.: = 32.0194673° N  
 LON.: = 103.9615724° W

**LTP:**  
 NMSP-E (NAD 83)  
 N.(Y): = 364073.8'  
 E.(X): = 656170.6'  
 LAT.: = 32.0003782° N  
 LON.: = 103.9628893° W  
 NMSP-E (NAD 27)  
 N.(Y): = 364016.6'  
 E.(X): = 614984.6'  
 LAT.: = 32.0002528° N  
 LON.: = 103.9624092° W

**BHL:**  
 NMSP-E (NAD 83)  
 N.(Y): = 364023.8'  
 E.(X): = 656170.8'  
 LAT.: = 32.0002407° N  
 LON.: = 103.9628894° W  
 NMSP-E (NAD 27)  
 N.(Y): = 363966.6'  
 E.(X): = 614984.7'  
 LAT.: = 32.0001153° N  
 LON.: = 103.9624093° W

**<sup>16</sup>OPERATOR CERTIFICATION**

*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 location pursuant to a contract with an owner of such a mineral or working interest, or to voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.*

*Heather Lacy* 1/4/2022  
 Signature Date

Heather Lacy  
 Print Name

heather.lacy@dvn.com  
 E-mail Address

**<sup>17</sup>SURVEYORS CERTIFICATION**

*I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.*

OCTOBER 7, 2021  
 Date of Survey

Signature and Seal of Professional Surveyor:

Job No.: WTC55089 Draft: FH!  
 JAMES C. TOMPKINS 27117 DATE: 01/04/2022  
 Certificate Number

### Steel Guitar 35-26 Fed Com 451H NSL



#### Proposed Spacing Unit of Unorthodox Well

- All of Sec. 26-26S-29E, & All of Sec. 35-26S-29E, Eddy County, NM (862.4 acres)



#### Encroached Affected Tracts

**TRACT 1: Sec. 23, T26S-R29E, Eddy Co., New Mexico (NMNM-011038)**

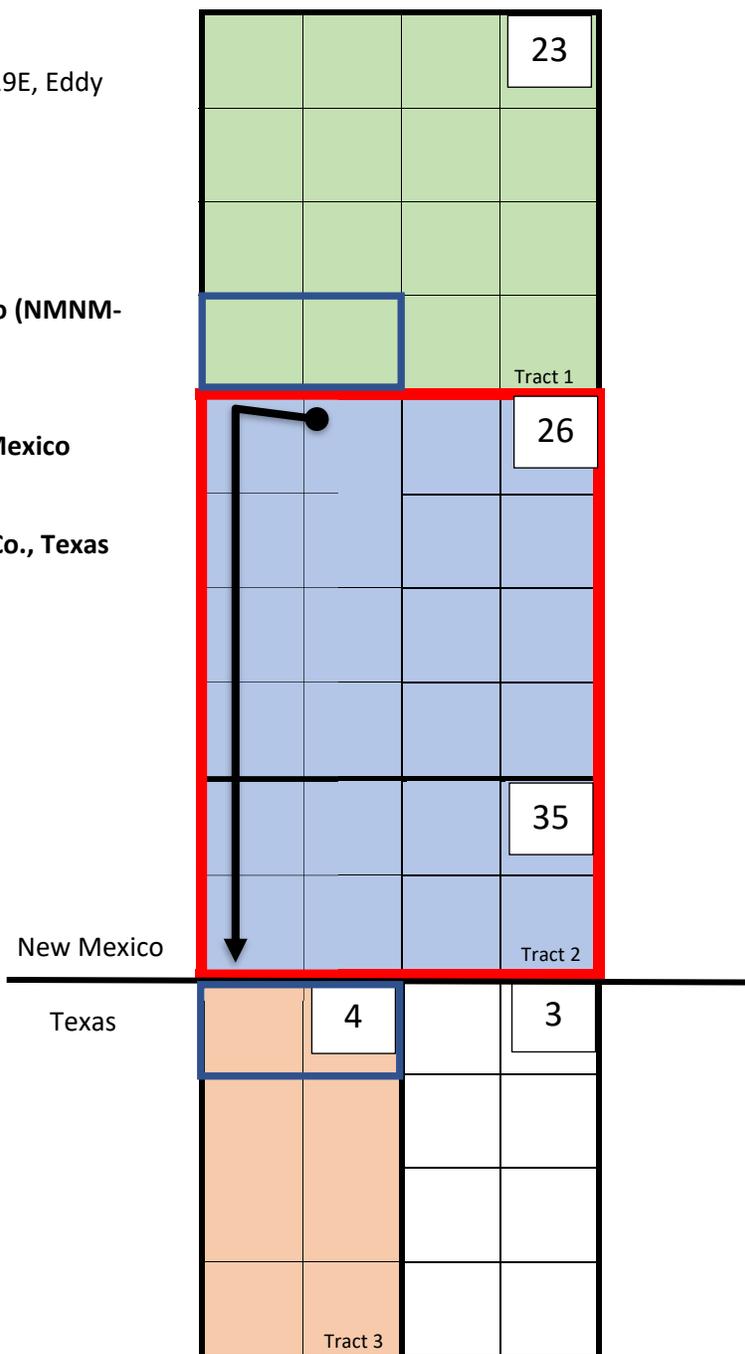
Operator: Mewbourne Oil Company

**TRACT 2: Sec. 26 & 35, T26S-R29E, Eddy Co., New Mexico**

Operator: WPX Energy Permian, LLC

**TRACT 3: Sec. 4, Blk 57 T1, T&P RR Co. Svy, Loving Co., Texas**

Operator: BPX Operating Company



## EXHIBIT B

ADDR1	ADDR2	ADDR3	ADDR4	ADDR5	ADDR6
Mewbourne Oil Company	500 W. Texas Ave., Suite 1020	Midland	TX	79701	
BPX Operating Company	1700 Platte St., Suite 150	Denver	CO	80202	
Bureau of Land Management	301 Dinosaur Trail	Santa Fe	NM	87508	
Bureau of Land Management	620 E Greene St.	Carlsbad	NM	88220	

## EXHIBIT C



**Adam G. Rankin**  
Phone (505) 954-7294  
AGRankin@hollandhart.com

June 20, 2022

**VIA CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

**TO: ALL AFFECTED PERSONS**

**Re: WPX Energy Permian, LLC**  
**Request for Administrative Approval of Unorthodox Well Location**

Steel Guitar 35-26 Fed Com 451H well  
All of Sections 26 and 35, T26S, R29E  
Eddy County, New Mexico  
Purple Sage; Wolfcamp (Gas) pool [98220]  
API No. 30-015-49377

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from this date with the applicant and the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Andrew J. Wenzel  
WPX Energy Permian, LLC  
(405) 228-4218  
Andrew.Wenzel@dvn.com

Sincerely,

A handwritten signature in blue ink, appearing to read "Adam G. Rankin".

Adam G. Rankin  
ATTORNEY FOR  
WPX ENERGY PERMIAN, LLC

T 505.988.4421 F 505.983.6043  
110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849  
Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208  
www.hollandhart.com

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming

## MANIFEST - 72653 - WPX - Steel Guitar 35-26 Fed Com 451H NSL

Parent ID	Mail Date	Name	Address	City	ST	Zip	MailClass	TrackingNo	Well
31309	06/20/2022	Mewbourne Oil Company	500 W Texas Ave Ste 1020	Midland	TX	79701-4279	Certified w/ Return Receipt (Signature)	941481189876 5878822819	72653 - WPX - Steel Guitar 35-26 Fed Com 451H NSL - notice list - 1
31309	06/20/2022	BPX Operating Company	1700 Platte St Ste 150	Denver	CO	80202-2837	Certified w/ Return Receipt (Signature)	941481189876 5878822857	72653 - WPX - Steel Guitar 35-26 Fed Com 451H NSL - notice list - 2
31309	06/20/2022	Bureau of Land Management	301 Dinosaur Trl	Santa Fe	NM	87508-1560	Certified w/ Return Receipt (Signature)	941481189876 5878822826	72653 - WPX - Steel Guitar 35-26 Fed Com 451H NSL - notice list - 3
31309	06/20/2022	Bureau of Land Management	620 E Greene St	Carlsbad	NM	88220-6292	Certified w/ Return Receipt (Signature)	941481189876 5878822802	72653 - WPX - Steel Guitar 35-26 Fed Com 451H NSL - notice list - 4

**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

Action 119693

**CONDITIONS**

Operator: WPX Energy Permian, LLC Devon Energy - Regulatory Oklahoma City, OK 73102	OGRID: 246289
	Action Number: 119693
	Action Type: [UF-NSL] Non-Standard Location (NSL)

**CONDITIONS**

Created By	Condition	Condition Date
llowe	NSL - 8398 is approved. The approved Order can be retrieved at the following OCD: website. <a href="https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx">https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx</a>	6/23/2022