

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Michelle Lujan Grisham**  
Governor

**Sarah Cottrell Propst**  
Cabinet Secretary

**Todd E. Leahy, JD, PhD**  
Deputy Cabinet Secretary

**Dylan M. Fuge, Acting Director**  
Oil Conservation Division



Mr. Brian Wood  
[brian@permitswest.com](mailto:brian@permitswest.com)

NON-STANDARD LOCATION

**Administrative Order NSL - 8560**

**Wapiti Operating, LLC [OGRID 328741]**  
**VPR A Well No. 589**  
**API No. 30-007-20991**

**Vertical Well**

<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
1114 FNL & 2174 FEL	B	32	32N	21E	Colfax

**Proposed Unit**

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
NE/4 of Section 32	160	Stubblefield CNYN Raton-Vermejo Gas	96970

Reference is made to your application received on April 2<sup>nd</sup>, 2023.

This vertical Well is to be completed at an unorthodox location described above in the referenced pool and formation. Special pool rule R-13011 governs this vertical well, which provides for 160-acre spacing units with setbacks no closer than 660 feet from the outer boundary of the spacing unit.

This well's completed interval is as close as 466 feet towards the western edge of the spacing unit. Encroachment will impact the following tracts.

Section 32, encroachment to the NW/4

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. No notice is required.

The Division understands you are requesting this unorthodox location to minimize cuts, fills, and visibility of topographical concerns within this area. Therefore, protecting correlative rights and the prevention of waste of resources within the Vermejo Gas formation underlying the NE/4 of section 32.

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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.



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**DYLAN M. FUGE**  
**DIRECTOR (ACTING)**  
DMF/lrl

**Date:** 4/20/23

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 Phone:(575) 393-6161 Fax:(575) 393-0720

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

CONDITIONS

Action 210069

**CONDITIONS**

Operator: Wapiti Operating, LLC 1251 Lumpkin Rd Houston, TX 77043	OGRID: 328741
	Action Number: 210069
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

**CONDITIONS**

Created By	Condition	Condition Date
llowe	NSL - 8560 is approved!	4/24/2023