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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY



NEW MEXICO OIL CONSERVATION DIVIS	ION
- Geological & Engineering Bureau -	•
1220 South St. Francis Drive, Santa Fe, NM 87	505
ADMINISTRATIVE APPLICATION CHECKL	IST
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPT REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN	
	OGRID Number: 373075
	PI: 30-015-PENDING
Pool: Los Medanos; Bone Spring P	ool Code: 40295
SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCINDICATED BELOW	CESS THE TYPE OF APPLICATION
A. Location – Spacing Unit – Simultaneous Dedication  NSL NSP(PROJECT AREA) NSP(PRORATION UNIT)	□sD
B. Check one only for [1] or [1]  [1] Commingling - Storage - Measurement  DHC CTB PC OLS OLM  [11] Injection - Disposal - Pressure Increase - Enhanced Oil Recommondary Commondary Commond	
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 a  H. No notice required	Notice Complete  Application Content Complete
) <b>CERTIFICATION</b> : 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.

	September 7, 2023
Paula M. Vance	Date
Print or Type Name	505-954-7286
Pakhyr	Phone Number
	pmvance@hollandhart.com
Signature	e-mail Address



Paula M. Vance Associate Phone (505) 954-7286 PMVance@hollandhart.com

September 7, 2023

### **VIA ONLINE FILING**

Dylan Fuge, Division Director Oil Conservation Division Energy, Minerals and Natural Resources Department 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

**Re:** XTO Permian Operating, LLC

Request for Administrative Approval of Unorthodox Well Location

James Ranch Unit DI 7 Sawtooth 908H well W/2 equivalent of irregular Section 5, the W/2 of Section 8, and the NW/4 of Section 17, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico Los Medanos; Bone Spring [40295] API No. 30-015-PENDING

Dear Mr. Fuge:

XTO Permian Operating, LLC ("XTO") (OGRID No. 373075), 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 Los Medanos; Bone Spring [40295], seeks administrative approval of an unorthodox well location for its **James Ranch Unit DI 7 Sawtooth 908H** well (API No. 30-015-PENDING), in a 799.90-acre, more or less, horizontal well spacing unit comprised of the W/2 equivalent of irregular Section 5, the W/2 of Section 8, and the NW/4 of Section 17, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico.

The James Ranch Unit DI 7 Sawtooth 804H oil well is the defining well, creating the enlarged spacing unit. The proposed location for the James Ranch Unit DI 7 Sawtooth 908H oil well is as follows:

- Surface hole location: 155' FNL and 1,370' FEL (Lot 2) of irregular Section 6
- First take point: 330' FNL and 110' FWL (Lot 4) of irregular Section 5
- Last take point: 2,540' FNL and 110' FWL (Unit E) of Section 17
- Bottom hole location: 2,590' FNL and 110' FWL (Unit E) of Section 17

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 Colorado Montana Nevada New Mexico Utah Washington, D.C. Since this acreage is governed by the Division's statewide oil rules, the projected interval for this well will be unorthodox because it is closer than the standard offset to the western boundary of the spacing unit—thus, encroaching on XTO's proposed spacing unit encompassing the E/2 E/2 equivalent of irregular Section 6, the E/2 E/2 of Section 7, and the E/2 NE/4 of Section 18, T23S-R31E.

XTO respectfully requests administrative approval of a non-standard location for the **James Ranch Unit DI 7 Sawtooth 908H** and provides the following reason for the request: Approval of the unorthodox, completed interval is necessary to allow XTO to use its preferred well spacing plan for horizontal wells in this area, which will maximize recovery and prevent waste.

**Exhibit A** is a Form C-102 showing the proposed James Ranch Unit DI 7 Sawtooth 908H well encroaches on the spacing unit/tracts to the west in the E/2 E/2 equivalent of irregular Section 6, the E/2 E/2 of Section 7, and the E/2 NE/4 of Section 18, T23S-R31E. Also, included is the Form C-102 for the James Ranch Unit DI 7 Sawtooth 804H, the defining well for the spacing unit.

**Exhibit B** is a plat for the subject area, that shows the proposed James Ranch Unit DI 7 Sawtooth 908H well in relation to the adjoining spacing unit/tracts to the west. The affected spacing unit is owned/operated by XTO; there are no other working interest owners. In addition, the exhibit identifies that this includes Bureau of Land Management ("BLM") leases. Accordingly, the "affected persons" are the BLM.

**Exhibit** C is a spreadsheet listing all affected persons requiring notice and includes tracking information demonstrating that each of the affected persons requiring notice 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
Mineral	BLM	E/2 E/2 Section 6, SE/4 NE/4 &
		E/2 SE/4 Section 7, & E/2 NE/4
		Section 18 T23S-R31E

<sup>&</sup>lt;sup>1</sup> See NMAC §§ 19.15.2.7.A(8) [defining "affected persons" as, "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,

Paula M. Vance

Patriva

ATTORNEY FOR XTO PERMIAN OPERATING, LLC

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u> 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rio Brazos Road, 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

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

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

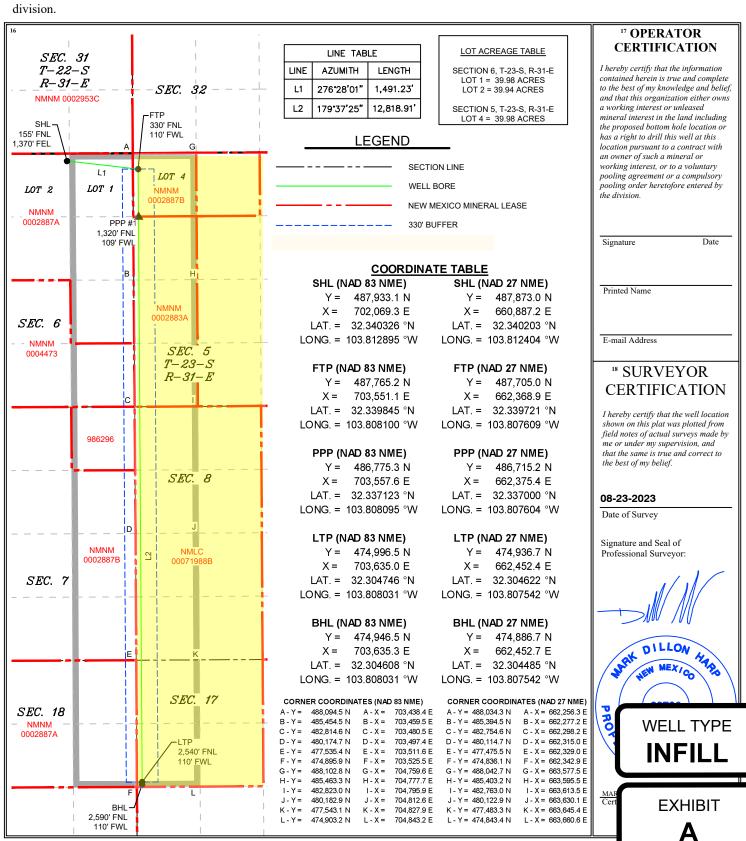
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-		Pending		Pool Code 40295		LOS MEDANOS; BONE SPRING					
<sup>4</sup> Property Co <b>333473</b>		<sup>5</sup> Property Name  JRU DI 7 SAWTOOTH FED COM					<sup>6</sup> V	Vell Number 908H			
<sup>7</sup> OGRID No <b>373075</b>					•	operator Name AN OPERATING, LLC			,	Elevation 3,329'	
<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
1	_	I I	- · -								

**EDDY** 23 S 31 E 155 **NORTH** 1.370 "Bottom Hole Location If Different From Surface East/West line UL or lot no. Feet from the County Section Township Range Lot Idn Feet from the North/South line Ε 17 23 S 31 E 2,590 **NORTH** 110 WEST **EDDY** <sup>3</sup> Joint or Infill Order No. **Dedicated Acres** Consolidation Code 799.90

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.



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 B 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

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

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

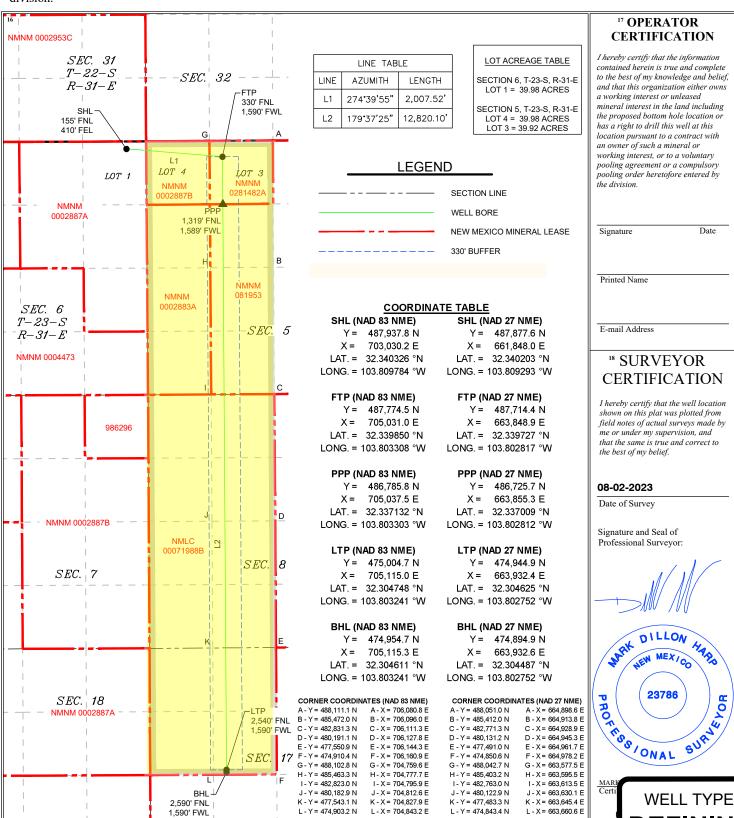
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number <b>30-015-</b>		D 1:		<sup>2</sup> Pool Code 40295		<sup>3</sup> Pool Name LOS MEDANOS; BONE SPRING			
<sup>4</sup> Property ( 33347				JRU	<sup>5</sup> Property DI 7 SAWTO	Name OTH FED COM		6 V	Vell Number 804H
<sup>7</sup> OGRID N <b>37307</b>				хто	•	Operator Name Plevation SOPERATING, LLC SJ,329'			
	<u>.</u>				<sup>10</sup> Surface L	ocation		•	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

23 S 31 E NORTH 410 **EAST EDDY** 155 "Bottom Hole Location If Different From Surface East/West line UL or lot no. County Section Township Range Lot Idn Feet from the North/South line Feet from the 17 23 S 31 E 2,590 **NORTH** 1,590 WEST **EDDY** <sup>15</sup>Order No. 12 Dedicated Acres <sup>3</sup> Joint or Infill 14 Consolidation Code 799.90

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.



L - Y = 474,903.2 N

L - Y = 474,843.4 N

//	(N)	(0)	12/200	144	4.10.)	(0)	(P)
L4	L3	SHL L2	NMNM- 02887A	L4	L3	L2	L1
L5	SENW (F)	SWNE (G)	SENE (H)	SWNW (E)	SENW (F)	SWNE (G)	SENE (H)
L6	NESW (K)	NWSE (J)	NESE (1)	NWSW L(L)	NESW (K)	NWSE (J)	NESI (1)
L7	SESW (N)	SWSE (0)	NMNM- 04473 SESE (P)	swsw (M)	SESW (N)	SWSE (O)	SESE (P)
L1	NENW (C)	NWNE (B)	XTO Fee Lease NENE (A)	NWNW (D)	NENW (C)	NWNE (B)	NENE (A)
23S 31E L 2	SENW (F)	SWNE (G) <sup>3312</sup> ft	NMNM- 02887B SENE (H)	SWNW (E)	SENW (F)	SWNE (G)	SENE (H)
L3	NESW (K)	NWSE (J)	NESE (1)	NWSW (L)	NESW (K)	NWSE (J)	NESE (1)
14	SESW (N)	SWSE (O)	SESE (P)	SWSW (M)	SESW (N)	SWSE (0)	SESS (P)
L1	NENW (C)	NWNE (B)	NMNM- 02887A NENE (A)	NWNW (D)	NENW (C)	NWNE (B)	NENE (A)
L2	SENW (F)	SU 18 SWNE ected(G)	SENE (H)	swiw (E) BHL	SENW (F)	7 SWNE (G)	SENI (H)
TYTE	8	Y			1919	3341 ft	

EXHIBIT **B** 



Paula M. Vance Associate Attorney Phone (505) 988-4421 Email pmvance@hollandhart.com

September 7, 2023

# <u>VIA CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

**TO:** Bureau of Land Management

301 Dinosaur Trail Santa Fe, NM 87508

**Re:** XTO Permian Operating, LLC

Request for Administrative Approval of Unorthodox Well Location

James Ranch Unit DI 7 Sawtooth 908H well W/2 equivalent of irregular Section 5, the W/2 of Section 8, and the NW/4 of Section 17, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico Los Medanos; Bone Spring [40295] API No. 30-015-PENDING

#### 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 the date this application is received by 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:

Joshua Prasatik, Commercial & Land Advisor XTO Energy, Inc.
Office: (346) 502-0173
joshua.p.prasatik@exxonmobil.com

Sincerely,

Paula M. Vance

ATTORNEY FOR XTO PERMIAN OPERATING, LLC

## XTO - Sawtooth 908H NSL Postal Delivery Report

Tracking Number	Recipient	Status
9214890194038329287245	Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508	Pending

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

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 263256

#### **CONDITIONS**

Operator:	OGRID:
XTO PERMIAN OPERATING LLC.	373075
6401 HOLIDAY HILL ROAD	Action Number:
MIDLAND, TX 79707	263256
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

#### CONDITIONS

	Condition	Condition
Ву		Date
llowe	None	9/8/2023