

State of New Mexico  
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham  
Governor

Dylan M. Fuge  
Deputy Secretary

Dylan M. Fuge, Division Director (Acting)  
Oil Conservation Division



Ms. Jaclyn M. McLean  
[jmclean@hinklelawfirm.com](mailto:jmclean@hinklelawfirm.com)

Administrative Order NSP - 2183

**ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT**

**Novo Oil & Gas Northern Delaware [OGRID 372920]**  
Rana Salada 0503 Federal Com Well No. 204H [API No. 30-015-54065]  
Rana Salada 0503 Federal Com Well No. 224H [API No. 30-015-54055]  
**Located in Section 08, T23S, R29E, Eddy County, New Mexico**

Reference is made to your application received on January 24<sup>th</sup>, 2024.

You have requested approval of a non-standard horizontal spacing unit as follows:

**Proposed Decreased Horizontal Spacing Unit:**

<b>Description</b>	<b>Acres</b>	<b>Pool</b>	<b>Pool Code</b>
S/2 SE/4 Section 05	280	Purple Sage; Wolfcamp	98220
S/2 S/2 Section 04			
SW/4 SW/4 Section 03			

**Area of Exclusion:**

<b>Description</b>	<b>Acres</b>
N/2 SE/4 Section 05	360
N/2 S/2 Section 04	
N/2 SW/4 & SE/4 SW/4 Section 03	

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal gas spacing unit comprising 280 acres, consisting of the entire area described above as the decreased horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter section or equivalent in all sections, as required by Rule 19.15.16.15(B)(3) NMAC.

We understand that you are seeking this exception in order to allow you to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above.

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Novo Oil & Gas Northern Delaware, LLC  
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The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are being excluded.

You have requested this non-standard horizontal spacing unit to maximize recovery, and to prevent waste within the Wolfcamp formation underlying the S/2 SE/4 of Section 05, the S/2 S/2 of Section 04, and the SW/4 SW/4 of Section 03 all while protecting the correlative rights within the referenced Horizontal Spacing Unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following e-mail address: [ocd.engineer@emnrd.nm.gov](mailto:ocd.engineer@emnrd.nm.gov) of notice for additional wells.

### **General Provisions**

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



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

**Date:** 2/28/24

**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  
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1000 Rio Brazos Rd., Aztec, NM 87410  
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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 318747

CONDITIONS

Operator: NOVO OIL & GAS NORTHERN DELAWARE, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	OGRID: 372920
	Action Number: 318747
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	2/28/2024