State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham Governor

Melanie A. Kenderdine Deputy Secretary – Designate Gerasimos "Gerry" Razatos Division Director (Acting) Oil Conservation Division



Ben Shelton

Deputy Secretary (Acting)

Jaclyn M. McLean jmclean@hinklelawfirm.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 8858

Novo Oil & Gas Northern Delaware, LLC [OGRID 372920] Rana Picante 12 Federal Com Well No. 413H API No. 30-015-54287

Reference is made to your application received on January 24th, 2025.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	1716 FNL & 362 FWL	E	12	23S	28E	Eddy
First Take Point	2363 FNL & 426 FWL	E	12	23S	28E	Eddy
Last Take Point	559 FNL & 119 FWL	D	12	23S	28E	Eddy
Terminus	563 FNL & 63 FWL	D	12	23S	28E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
N/2 of Section 12	320	Purple Sage; Wolfcamp, Gas	98220

You have requested to complete this horizontal well as a **gas** well described above in the referenced pool or formation. This well is governed by special rules R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line. The completed intervals of horizontal wells are to be located no closer than 330 feet to the exterior boundary of a standard 320 - acre **gas** spacing unit.

Administrative Order NSL - 8858 Novo Oil & Gas Northern Delaware, LLC Page 2 of 2

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

The well's completed interval is as close as 268 feet to the southern boundary of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 12, encroachment to the SW/4

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 towards which the proposed location encroaches.

The Division understands you are seeking this unorthodox location to maximize the wellbore's completed lateral, and to reduce stranded resources within the Wolfcamp formation underlying the N/2 of Section 12, thereby preventing waste.

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 Subsection B of 19.15.15.13 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.

Date: 3/6/2025

Gerasimos Razatos

Division Director (Acting)

GR/lrl

ID NO. 424424

ID NO. 424424				
01/24/25	REVIEWER:	TYPE:	APP NO:	pLEL2502729707
	ABOVE	THIS TABLE FOR OCD DIVISION USE OF	NLY	·

NEW MEXICO OIL CONSERVATION DIVISION

- Geological & Engineering Bureau – 1220 South St. Francis Drive, Santa Fe, NM 87505



	AMBERVANON OF STATES
ADMINISTRATIVE APPL	ICATION CHECKLIST
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVI REGULATIONS WHICH REQUIRE PROCESSIN	E APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND NG AT THE DIVISION LEVEL IN SANTA FE
Applicant: Novo Oil & Gas Northern Delaware, LLC	OGRID Number: 372920
Well Name: Rana Picante 12 Fed Com 413H	API: 30-015-54287
Pool: Purple Sage; Wolfcamp	Pool Code: 98220
SUBMIT ACCURATE AND COMPLETE INFORMATION INDICATE	
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Dec INSL NSP _(PROJECT AREA)	
B. Check one only for [1] or [11] [1] Commingling - Storage - Measurement DHC CTB PLC PC [11] Injection - Disposal - Pressure Increase WFX PMX SWD IPI	OLS OLM
2) NOTIFICATION REQUIRED TO: Check those which A. Offset operators or lease holders B. Royalty, overriding royalty owners, revered C. Application requires published notice D. Notification and/or concurrent approvation approvation and provation and provation approvation and provation and provation and provation approvation appr	Notice Complete Application Content Complete Liby SLO Liby BLM
3) CERTIFICATION: I hereby certify that the informate administrative approval is accurate and comple understand that no action will be taken on this a notifications are submitted to the Division.	ete to the best of my knowledge. I also
Note: Statement must be completed by an individual	dual with managerial and/or supervisory capacity.
	1/24/25
Jaclyn M. McLean	Date
Print or Type Name	505-982-4554 Phone Number
Probability classed by Jasky M. Mali ann	FHORE NUMBER
Jaclyn M. McLean Digitally signed by Jaclyn M. McLean Date: 2025.01.24 08:31:10 -07'00'	jmclean@hinklelawfirm.com
Signature	e-mail Address



HINKLE SHANOR LLP

P.O. BOX 2068

SANTA FE, NEW MEXICO 87504 505-982-4554 (FAX) 505-982-8623

WRITER: Jaclyn M. McLean, Partner jmclean@hinklelawfirm.com

January 24, 2025

VIA ONLINE FILING

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

Re: Novo Oil & Gas Northern Delaware, LLC
Request for Administrative Approval of Unorthodox Well Location

Rana Picante 12 Fed Com 413H (API No. 30-015-54287) N/2 of Section 12, Township 23 South, Range 28 East, Eddy County, New Mexico Purple Sage; Wolfcamp Pool (Code 98220)

Dear Mr. Razatos,

In accordance with 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 Pool (Code 98220), Novo Oil & Gas Northern Delaware, LLC ("Novo") (OGRID No. 372920) seeks administrative approval of an unorthodox well location for its Rana Picante 12 Fed Com 413H well, in a 320-acre, more or less, horizontal spacing unit underlying the N/2 of Section 12, Township 23 South, Range 28 East, Eddy County, New Mexico.

The location for the Rana Picante 12 Fed Com 413H well, as drilled, is as follows:

- Surface Hole Location: 1716' FNL and 362' FWL (Unit E) of Section 12
- First Take Point: 2363' FNL and 426' FWL (Unit E) of Section 12
- Last Take Point: 559' FNL and 119' FWL (Unit D) of Section 12
- Bottom Hole Location: 563' FNL and 63' FWL (Unit D) of Section 12

Since this acreage is governed by the Division's special pool rules included in Order No. R-14262, the completed interval of the well will be unorthodox because it is closer than 330' offset to the northern boundary of the existing horizontal spacing unit. As explained in the engineering statements included as **Exhibit A**, approval of the unorthodox, completed interval is necessary to allow Novo to use a non-standard location for the Rana Picante 12 Fed Com 413H well in order to reduce stranded resources, accelerate recovery time, and overall improve productivity of the well and spacing unit. The approval of an unorthodox well location will prevent waste and protect

January 24, 2024 Page 2

correlative rights.

Exhibit B is a Form C-102 for the as drilled Rana Picante 12 Fed Com 413H well. Novo previously obtained approval for an NSL. However, now that the Rana Picante 12 Fed Com 413H well has been drilled, it encroaches on the tracts to the south in the S/2 of Section 12, Township 23 South, Range 28 East.

Exhibit C is a plat for Sections 11, 12, and 7 of Township 23 South, Range 28 East, that shows the Rana Picante 12 Fed Com 413H well in relation to the adjoining tracts/proposed spacing units. The designated operator of the Valkyrie 12 WXY Fed Com spacing unit is Marathon Oil Permian LLC.

Exhibit D is a spreadsheet that identifies affected persons who were sent a copy of this application and 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.

Thank you for your attention to this matter. Please let me know if you require additional information.

Very truly yours,

/s/ Jaclyn M. McLean
Jaclyn M. McLean



300 N. MARIENFELD STREET, SUITE 1000 MIDLAND, TX 79701

OFFICE 432.695.4222 **FAX** 432.695.4063

1/23/2025

Re: Rana Picante 12 Federal Com 413H

Surface Hole Location: 1716' FNL and 362' FWL (Unit E) of Section 12, T23S-R28E First Take Point: 2363' FNL and 426' FWL (Unit E) of Section 12, T23S-R28E Last Take Point: 559' FNL and 119' FWL (Unit D) of Section 12, T23S-R28E Bottom Hole Location: 563' FNL and 63' FWL (Unit D) of Section 12, T23S-R28E

Eddy County, New Mexico

To Whom It May Concern,

Novo Oil and Gas Northern Delaware, LLC, as a wholly owned subsidiary of Permian Resources Operating, LLC ("Permian") respectfully requests administrative approval of a non-standard location for the Rana Picante Federal Com 413H to allow the completed interval to be less than 330 feet from the southern boundary of the existing 320-acre horizontal spacing unit. Approval of a non-standard location will maximize the wellbore's completed lateral, reducing stranded resources and preventing waste. The request for a non-standard location is therefore in the best interests of the mineral owners and the operator.

Sincerely,

David Carlos Sonka

NM Reservoir Engineering Manager Permian Resources Operating, LLC

EXHIBIT A

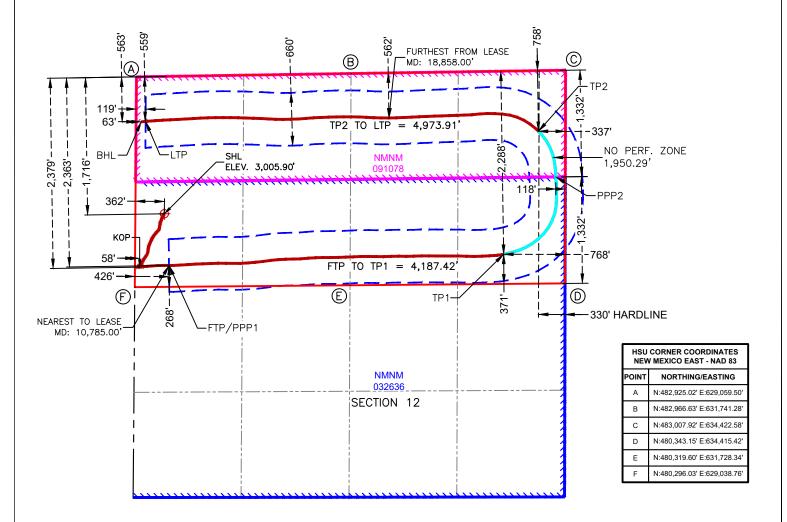
EXHIBIT B

									HDII .	
<u>C-10</u>	<u>)2</u>		En			ral Resources Dep	artment		I	Revised July 9, 2024
	Electronically Permitting	1		OIL (CONSERVA	TION DIVISION			☐ Initial Su	ıhmittal
Via OCL	Fermitting							Submittal	☐ Amende	
								Type:	✓ As Drille	
					WELLLOCATI	ON INCORMATION			M AS DITTE	eu
			1		-	ON INFORMATION				
API Nu	ımber 30-015-5 4	1287	Pool Code	98220		Pool Name P	URPLE SA	GE; WOL	FCAMP	
Proper	ty Code	•	Property N	ame	DANA BIO	NITE 40 FED 0014			Well Numb	
OGRIE	33475	5	Operator N	lame	RANA PICA	ANTE 12 FED COM			Ground Lev	413H vel Elevation
OGINIL	37292	0	Operator i		OIL & GAS NO	ORTHERN DELAWA	RE, LLC			,005.90'
	Surface O	wner: Stat	e 🗆 Fee 🗆	Tribal 🗹	Federal	Mineral Ow	ner: 🗌 State	e 🗆 Fee 🛭	☐ Tribal ☑ Fe	ederal
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UL _	Section	·	Range	Lot	1,716' FNL	Ft. from E/W	Latitude		•	-
E	12	23S	28E		·	362' FWL	32.322	607 -1	04.048222°	EDDY
·		- ··	-			Hole Location		1.	i	
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		ongitude	County
D	12	23S	28E		563' FNL	63' FWL	32.325	768° -1	04.049151°	EDDY
	ted Acres	Infill or Defir	•	_	Well API 5-54287	Overlapping Spacing	g Unit (Y/N)	Consolida	tion Code	
Order I	Numbers.			•		Well setbacks are u	nder Comm	on Ownersh	nip: ⊈ Yes □1	No
					Ki-l- O	# D - in t (ICOD)				
	0	Tournahin	Dongo	1.4		ff Point (KOP)	1 - 4141 -	1.	op gitudo	County
UL_	Section	Township	Range	Lot	Ft. from N/S 2,379' FNL	Ft. from E/W	Latitude		ongitude	County
Е	12	23S	28E		·	58' FWL	32.320	774 -1	04.049228°	EDDY
·	1	-	<u> </u>	1	`	ke Point (FTP)	1	<u> </u>		
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		ongitude	County
Е	12	23S	28E		2,363' FNL	426' FWL	32.320	831° -1	04.048036°	EDDY
			-		1	ike Point (LTP)				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	1	ongitude	County
D	12	23\$	28E		559' FNL	119' FWL	32.325	781° -1	04.048970°	EDDY
Unitized Area or Area of Uniform Interest Spacing Unit Type □ Ho					⊔nit Type □ Ho	rizontal 🏻 Vertical	Grou	nd Floor Ele	evation:	
OPER	ATOR CER	ΓΙΓΙCATIONS				SURVEYOR CERTIFI	CATIONS			
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, 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 a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. If this well is a horizontal well, I further certify that this organization has received				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 with the same is true and correct to the best of my belief. MEX. 12177						
the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division. Signature Date				Date: 1/16/2025 Signature and Seal of Professional Surveyor				1/16/2025		
<u> </u>	NI					O-Misii Ni	Dota of C			
Printed						Certificate Number	Date of Sur	,	/16/2025	
Email A	ddress									

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



SURFACE HOLE LOCATION 1,716' FNL & 362' FWL ELEV. = 3,005.90'

NAD 83 X = 629,407.94'
NAD 83 Y = 481,213.76'
NAD 83 LAT = 32.322607°
NAD 83 LONG = -104.048222°
NAD 27 X = 588,225.28'
NAD 27 X = 481,154.19'
NAD 27 LAT = 32.322486°
NAD 27 LONG = -104.047727°

KICK-OFF POINT 2,379' FNL & 58' FWL MD = 10,128.00'

NAD 83 X = 629,098.99' NAD 83 Y = 480,546.25' NAD 83 LAT = 32.320774° NAD 83 LONG = -104.049228° NAD 27 X = 587,916.31' NAD 27 Y = 480,486.70' NAD 27 LAT = 32.320653° NAD 27 LONG = -104.048733° FIRST TAKE POINT 2,363' FNL & 426' FWL MD = 10,785.00'

NAD 83 X = 629,467.14'
NAD 83 Y = 480,567.87'
NAD 83 LAT = 32.320831°
NAD 83 LONG = -104.048036°
NAD 27 X = 588,284.46'
NAD 27 Y = 480,508.31'
NAD 27 LAT = 32.320710°
NAD 27 LONG = -104.047541°

TAKE POINT 1 2,288' FNL & 768' FEL MD = 14,975.00'

NAD 83 X = 633,648.60' NAD 83 Y = 480,707.60' NAD 83 LAT = 32.321184° NAD 83 LONG = -104.034498° NAD 27 X = 592,465.86' NAD 27 Y = 480,647.98' NAD 27 LAT = 32.321062° NAD 27 LONG = -104.034004° PENETRATION POINT 2 1,332' FNL & 118' FEL MD = 16,298.28'

NAD 83 X = 634,300.59' NAD 83 Y = 481,674.10' NAD 83 LAT = 32.323835° NAD 83 LONG = -104.032379° NAD 27 X = 593,117.87' NAD 27 Y = 481,614.46' NAD 27 LAT = 32.323714° NAD 27 LONG = -104.031885° TAKE POINT 2 758' FNL & 337' FEL MD = 16,927.00'

NAD 83 X = 634,083.16' NAD 83 Y = 482,244.71' NAD 83 LAT = 32.325406° NAD 83 LONG = -104.033078° NAD 27 X = 592,900.46' NAD 27 Y = 482,185.06' NAD 27 LAT = 32.325284° NAD 27 LONG = -104.032583° LAST TAKE POINT 559' FNL & 119' FWL MD = 21,904.00'

NAD 83 X = 629,173.77' NAD 83 Y = 482,367.94' NAD 83 LAT = 32.325781° NAD 83 LONG = -104.048970° NAD 27 X = 587,991.14' NAD 27 Y = 482,308.34' NAD 27 LAT = 32.325660° NAD 27 LONG = -104.048475° BOTTOM HOLE LOCATION 563' FNL & 63' FWL MD = 21,960.00'

NAD 83 X = 629,118.00' NAD 83 Y = 482,362,91' NAD 83 LAT = 32.325768° NAD 83 LONG = -104.049151° NAD 27 X = 587,935.37' NAD 27 Y = 482,303.31' NAD 27 LAT = 32.325647° NAD 27 LONG = -104.048656° Page 9 of 11

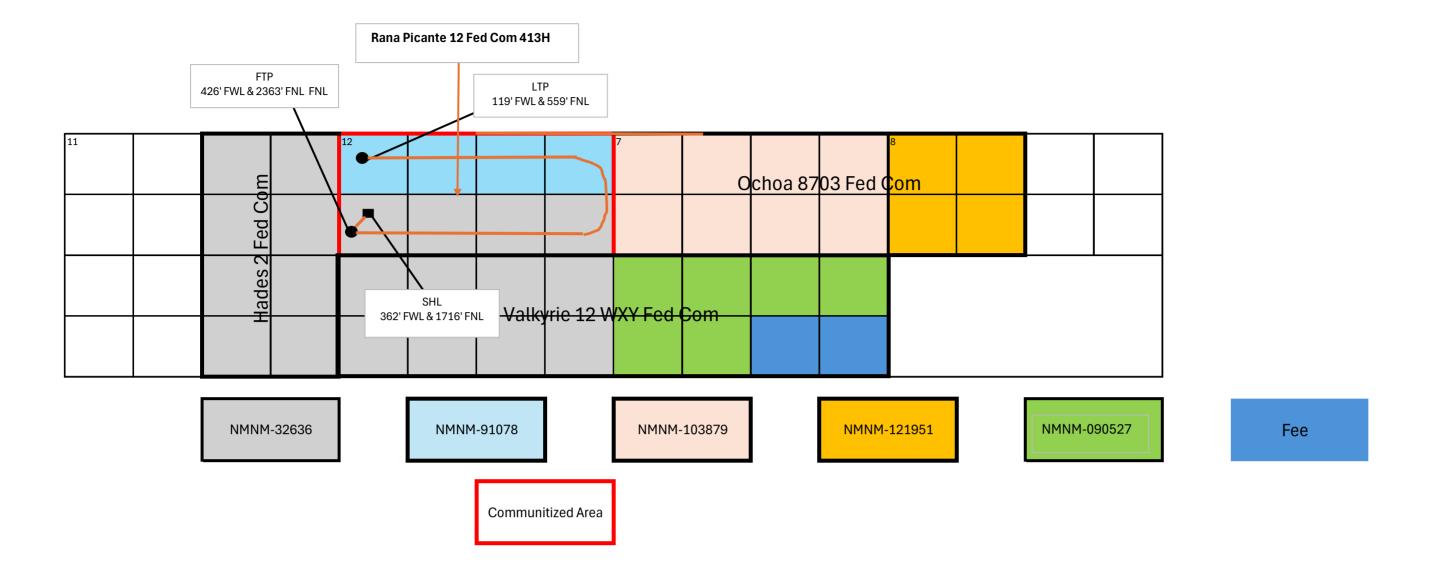


EXHIBIT C

Rana Picante 12 Fed Com 413H NSL Notification

N/2 of Section 12, T23S-R28E, Eddy County, New Mexico (containing 320.00 acres, more or less)

Notification:

Offset Proration Unit – Valkyrie 12 WXY Fed Com Spacing Unit						
Owner Type Affected Party		Mailing Address	Date Notice Sent & Tracking No.			
WI Owner/Operator	Marathon Oil Permian LLC	990 Town & Country Blvd, Houston, Texas 77024	1/24/25 - 9589071052701502392287			
Mineral Interest	Bureau of Land Management	301 Dinosaur Trail, Santa Fe, NM 87508	1/24/25 - 9589071052701502392270			

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Action 424424

CONDITIONS

Operator:	OGRID:
Permian Resources Operating, LLC	372165
300 N. Marienfeld St Ste 1000	Action Number:
Midland, TX 79701	424424
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

CONDITIONS

(Condition	Condition Date
	llowe	None	1/27/2025