

State of New Mexico
Energy, Minerals and Natural Resources Department

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Division Director (Acting)
Oil Conservation Division



Jaclyn M. McLean
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Administrative Order NSP – 2259

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

BTA Oil Producers, LLC [OGRID 260297]

Bobtail 8605 26 23 State Com Well No. 1H [API No. 30-025-PENDING]

Bobtail 8605 26 23 State Com Well No. 2H [API No. 30-025-PENDING]

ENTIRE HSU: E/2 SEC 26 & E/2 SEC 23, T20S, R35E, Lea County, New Mexico

Reference is made to your application received on February 18th, 2025.

As submitted, the Horizontal Spacing Unit (HSU) proposed encompasses two pools: (1) Pool Code: 24250 and (2) 24270. The entire dedicated acreage for this HSU will be 640 acres. This NSP pertains to the Featherstone; Bone Spring, Pool Code: **24250** only.

The requested approval of a non-standard horizontal spacing unit is as follows:

NSP Horizontal Spacing Unit:

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 Section 26	320	Featherstone; Bone Spring	24250

Entire Proposed Horizontal Spacing Unit

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 Section 26	320	Featherstone; Bone Spring	24250
E/2 Section 23	320	Featherstone; Bone Spring, East	24270

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Total Horizontal Spacing Unit areage

A = 640 acres

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter - quarter section or equivalent in sections, as required by Rule 19.15.16.15(B)(1) NMAC.

We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Lea County, New Mexico.

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 to be being included.

You have requested this non-standard horizontal spacing unit in order to consolidate surface facilities, to prevent surface, environmental and economic waste and to protect the correlative rights within the **Featherstone; Bone Spring (Pool Code 24250)** formation. Thereby, preventing waste underlying all of E/2 of Section 26 (24250) and the E/2 of Section 23 (24270) 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 non-standard spacing unit, the well(s) must be in the same horizontal spacing unit and pool/formation. The new well's APD shall reference this NSP order number on Form C-102 with an adjacent letter stating this request.

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.



Gerasimos Razatos
Division Director (Acting)
GR/lrl

Date: 6-12-2025

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
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CONDITIONS

Action 477933

CONDITIONS

Operator: BTA OIL PRODUCERS, LLC 104 S Pecos Midland, TX 79701	OGRID: 260297
	Action Number: 477933
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	6/23/2025