

NSL

Order

State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Cabinet Secretary Gabriel Wade, Acting Director Oil Conservation Division



April 1, 2019

Ms. Deana M. Bennett dmb@modrall.com

NON-STANDARD LOCATION

Administrative Order NSL-7855

Marathon Oil Permian, LLC. [OGRID 372098] Tiberius 33 WA FC Well No. 7H API No. 30-015-PENDING

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County_
Surface	1380 FSL & 420 FEL	Ι	33	22S	28E	Eddy
First Take Point	1647 FSL & 100 FEL	P	33	22S	28E	Eddy
Last Take Point/	1652 FSL & 100 FWL	M	32	22S	28E	Eddy
Terminus						

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
Section 33	1280	Purple Sage; Wolfcamp (GAS)	98220
Section 32		-	

Reference is made to your application received on March 6, 2019.

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 for the Purple Sage; Wolfcamp (Gas) Pool of and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 100 feet to the eastern and western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 34, encroachment to the SW4 Section 31, encroachment to the SE4

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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 towards which the proposed location encroaches.

Division understands you seek this unorthodox location to fit the spacing for the other wells in the development plan of the entire section and thereby preventing waste within the Wolfcamp formation underlying the Section 33 and Section 32.

Your application has been filed under Subsection 6 of Paragraph of Section (C) of 19.15.16.15 NMAC, 19.15.15.13 NMAC and Paragraph (2) of Subsection A of 19.15.4.12 NMAC.

Per Subsection B of 19.15.15.13 NMAC, Division approves this unorthodox location.

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.

Gabriel Wade Acting Director

GW/lrl

cc: Oil Conservation Division – Artesia District Office Bureau of Land Management – Carlsbad Field Office

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD

Sent: Wednesday, April 3, 2019 9:46 AM

To: 'dmb@modrall.com'

Cc: Mike Bratcher (mike.bratcher@state.nm.us); Cordero, Gilbert, EMNRD; 'lisa@rwbyram.com'; Jones,

William V, EMNRD; Goetze, Phillip, EMNRD; McMillan, Michael, EMNRD; Murphy, Kathleen A,

EMNRD; Warnell, Terry G, EMNRD; 'jglover@blm.gov'

Subject: APPROVED NSLs, Tiberius 33 WA FC (8 - Wells)_Marathon Oil Permian_SEC 33 22S 28E

Importance: High

Ms. Deana M. Bennett,

The following administrative orders have been issued and will soon be available on the Division's web site: http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx

WELL NAME	NSL
Tiberius 33 WXY FC Well No. 20H	7861
Tiberius 33 WXY FC Well No. 15H	7860
Tiberius 33 WXY FC Well No. 10H	7859
Tiberius 33 WXY FC Well No. 5H	7858
Tiberius 33 WA FC Well No. 17H	7857
Tiberius 33 WA FC Well No. 12H	7856
Tiberius 33 WA FC Well No. 7H	7855
Tiberius 33 WA FC Well No. 2H	7854

Leonard Lowe

Engineering Bureau
Oil Conservation Division

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