Approved

NSL

Order

Approved: 10/22/19

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 Adrienne E. Sandoval, Director Oil Conservation Division



October 22, 2019

Ms. Deana M. Bennett Deana.Bennett@modrall.com

NON-STANDARD LOCATION

Administrative Order NSL-7954

Marathon Oil Permian, LLC [OGRID 372098] Ender Wiggins 14 WC FC Well No. 13H API No. 30-025-PENDING

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County_
Surface	2451 FNL & 1825 FWL	F	14	25S	34E	Lea
First Take Point	2539 FNL & 2310 FEL	G	14	25S	34E	Lea
Last Take Point/	100 FNL & 2310 FEL	В	11	25S	34E	Lea
Terminus						

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
E2 of Section 14	640	Fairview Mills; Wolfcamp (Gas)	76560
NE/4 of Section 11		•	

Reference is made to your application received on September 30, 2019.

You have requested to complete this horizontal well as a gas well described above in the referenced pool or formation. This location is governed by Division Rule 19.15.15.10.B NMAC, which provides for 320 – acre units, with wells located at least 660 feet from the outer unit boundaries.

This well's completed interval is as close as 101 - 100 feet to the southern and northern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 14, encroachment to the SE/4 Section 2, encroachment to the SE/4

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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 as an efficient spacing of your horizontal wells, thereby preventing waste within the Wolfcamp formation underlying the NE4 of Section 14 and the E/2 Section 11.

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.

ADRIENNE E. SANDOVAL

Division Director

AES/lrl

cc: Oil Conservation Division – Hobbs District Office

Bureau of Land Management - Carlsbad Field Office