Approved

NSL

Order

State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst Cabinet Secretary Adrienne E. Sandoval, Director Oil Conservation Division



Todd E. Leahy, JD, PhDDeputy Cabinet Secretary

January 6, 2021

Ms. Sharon Shaheen sshaheen@montand.com

NON-STANDARD LOCATION

Administrative Order NSL-8113

Titus Oil & Gas Production, LLC [OGRID 373986] Chicken Noodle Federal Com Well No. 401H API No. 30-015-PENDING

Proposed Location

	<u>Footages</u>	Unit/Lot	Sec.	Twsp	Range	County_
Surface	2433 FSL & 1775 FWL	L	11	26S	25E	Eddy
First Take Point	2541 FNL & 380 FWL	E	11	26S	25E	Eddy
Last Take Point	100 FNL & 380 FWL	D	2	26S	25E	Eddy
Terminus	10 FNL & 380 FWL	D	2	26S	25E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
NW/4 W/2 of Section 11	480	Purple Sage; Wolfcamp (GAS)	98220
W/2 of Section 2			

Reference is made to your application received on December 16th, 2020.

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 99 feet to the southern edge and 100 feet to the northern edge. Encroachment will impact the following tract.

Section 11, encroachment to the SW/4 Section 35, T25S R25E, 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.

Division understands you are seeking this unorthodox location as your preferred well spacing plan for horizontal wells within this area thereby preventing waste within the Wolfcamp formation underlying the NW/4 of Section 11 and the W/2 of Section 2.

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.

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.



AES/lrl

cc: Oil Conservation Division – Artesia District Office State Land Office - Oil, Gas and Mineral Division

Bureau of Land Management – Carlsbad Field Office

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD

Sent: Tuesday, January 12, 2021 3:27 PM

'Sharon T. Shaheen' To:

Cc: Bratcher, Mike, EMNRD; Kautz, Paul, EMNRD; 'lisa@rwbyram.com'; Simmons, Kurt, EMNRD; McClure,

Dean, EMNRD; Simmons, Kurt, EMNRD; Garcia, John A, EMNRD; Powell, Brandon, EMNRD;

'jglover@blm.gov'; Holm, Anchor E.

Subject: APPROVED NSL-8113 & 8114_Titus Oil & Gas Prod. LLC_Chicken Noodle Fed Com No. 401H & 402H

_SEC 11 26S 25E

Attachments: NSL-8113_Approved Order.pdf; NSL-8114_Approved Order.pdf

Importance: High

Ms. Sharon Shaheen,

The following NSL 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

NSL	AMD	Applicant	OGRID	WELL NAME
8114	-	Titus Oil & Gas Production, LLC	373986	Chicken Noodle Federal Com 402H
8113	-	Titus Oil & Gas Production, LLC	373986	Chicken Noodle Federal Com 401H

Copies of the approved orders are attached.

Leonard R. Lowe

Engineering Bureau OCD - EMNRD 5200 Oakland Ave Albuquerque, N.M. 87113

C: 505-930-6717

http://www.emnrd.state.nm.us/ocd/