

Approved

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

Adrienne E. Sandoval, Director
Oil Conservation Division



March 31, 2021

Ms. Katy Reddell
KREDDELL@BTAOIL.COM

NON-STANDARD LOCATION

Administrative Order NSL-8155

**BTA Oil Producers, LLC [OGRID 260297]
Mesa 8105 1 12 Federal Well No. 43H
API No. 30-025-47153**

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	280 FNL & 960 FWL	D	1	26S	32E	Lea
First Take Point	499.5 FNL & 339.3 FWL	D	1	26S	32E	Lea
Last Take Point	76.7 FSL & 332.1 FWL	M	12	26S	32E	Lea
Terminus	48.7 FSL & 331.2 FWL	M	12	26S	32E	Lea

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
W/2 W/2 of Section 1 W/2 W/2 of Section 12	320	Jennings; Upper Bone Spring Shale	97838

Reference is made to your application received on March 10, 2021.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal oil well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal oil well's completed interval penetrates, each of which consists of a governmental quarter-quarter section or equivalent.

This well's completed interval is as close as 77 feet to the southern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 13 encroachment to the NW/4 NW/4

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location due to a calculation error in the completion process of the well, thus maximizing recovery and preventing waste within the Bone Spring formation underlying the W/2 W/2 of Section 1 and the W/2 W/2 of Section 12.

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 19.15.15.13 (B) 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

From: [Lowe, Leonard, EMNRD](#)
To: [Katy W. Reddell](#)
Cc: [Bratcher, Mike, EMNRD](#); [Kautz, Paul, EMNRD](#); ["lisa@rwbyram.com"](#); [jglover@blm.gov](#); [drossmango@blm.gov](#)
Subject: APPROVED NSL-8155_BTA Oil Producers, LLC_Mesa 8105 1 12 Federal Com Well No. 43H_SEC 1 26S 32E
Date: Friday, April 2, 2021 9:09:00 AM
Attachments: [NSL-8155_BTA_Mesa_APPROVED.pdf](#)
[image001.png](#)
Importance: High

Ms. Katy Reddell,

Good morning

The following NSL Administrative Order has 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	API #
8155	-	BTA Oil Producers LLC	260297	Mesa 8105 1 - 12 Federal Well No. 43H	30-025-47153

A copy of approved order is attached.

Leonard R. Lowe

Engineering Bureau

OCD - EMNRD

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