

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



May 4, 2021

Mr. Stan Wagner
stan.s.wagner@conocophillips.com

NON-STANDARD LOCATION

Administrative Order NSL-8171

COG Operating, LLC [OGRID 229137]
Kraken State Com Well No. 701H
API No. 30-015-48098

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	600 FSL & 1000 FEL	P	33	25S	28E	Eddy
First Take Point	10 FNL & 550 FEL	A	4	26S	28E	Eddy
Last Take Point	330 FSL & 330 FEL	P	16	26S	28E	Eddy
Terminus	200 FSL & 330 FEL	P	16	26S	28E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 of Section 4	960	Purple Sage; Wolfcamp (GAS)	98220
E/2 of Section 9			
E/2 of Section 16			

Reference is made to your application received on April 4, 2021.

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, R-14262, for the Purple Sage; Wolfcamp (Gas) Pool 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 10 feet to the northern edge. Encroachment will impact the following tract.

Section 33, encroachment to the SE/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 to allow for efficient well spacing of horizontal wells within the Wolfcamp formation underlying the E/2 of Section 4, E/2 of Section 9 and the E/2 of Section 16.

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.



ADRIENNE E. SANDOVAL
Division Director

AES/lrl

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

From: [Lowe, Leonard, EMNRD](#)
To: [Wagner, Stan S](#)
Cc: [Bratcher, Mike, EMNRD](#); [Kautz, Paul, EMNRD](#); ["lisa@rwbyram.com"](#); [Holm, Anchor E.](#)
Subject: APPROVED NSL_COG Operating, LLC_Kraken State Com Wells No. (701H, 702H, 703H)_SEC 33 25S 28E
Date: Monday, May 10, 2021 5:22:00 PM
Attachments: [NSL-8171 Approved Order.pdf](#)
[NSL-8172 Approved Order.pdf](#)
[NSL-8173 Approved Order.pdf](#)
[image002.png](#)
Importance: High

Mr. Stan Wagner,

The following NSL Administrative Order's 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	API #
8173	-	COG Operating, LLC	229137	Kraken State Com Well No. 703H	30-015-48097
8172	-	COG Operating, LLC	229137	Kraken State Com Well No. 702H	30-015-48099
8171	-	COG Operating, LLC	229137	Kraken State Com Well No. 701H	30-015-48098

Copies of the approved order 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/>