

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



June 24th, 2021

Ms. Kaitlyn A. Luck
kaluck@hollandhart.com

NON-STANDARD LOCATION

Administrative Order NSL-8186

**XTO Energy INC. [OGRID 5380]
Remuda South 25 State Well No. 708H
API No. 30-015-48543**

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	2385 FNL & 660 FEL	H	25	23S	29E	Eddy
First Take Point	2325 FSL & 250 FWL	3	30	23S	30E	Eddy
Last Take Point	330 FSL & 250 FWL	4	31	23S	30E	Eddy
Terminus	200 FSL & 250 FWL	4	31	23S	30E	Eddy

Proposed Horizontal Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 SW/4 of Section 30 W/2 W/2 of Section 31	243.60	Forty Niner Ridge; B.S., West Pool	96526

Reference is made to your application received on June 11, 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 250 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 25, 23S 29E, encroachment to the E/2 SE/4
Section 36, 23S 29E, encroachment to the E/2 E/2

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 in order to maximize recovery of reserves left in the ground and is its preferred well spacing for this location. Thereby preventing waste within the Bone Spring formation underlying the W/2 SW/4 of Section 30 and the W/2 W/2 of Section 31.

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 – Artesia District Office
State Land Office – Oil, Gas and Minerals Division

From: [Lowe, Leonard, EMNRD](#)
To: [Kaitlyn A. Luck](#)
Cc: [Bratcher, Mike, EMNRD](#); "lisa@rwbyram.com"; [Holm, Anchor E.](#); [Pickford, Katherine, EMNRD](#)
Subject: APPROVED NSL-8186_XTO Energy, INC._Remuda South 25 State Well No. 708H_25 23S 29E
Date: Friday, June 25, 2021 2:44:00 PM
Attachments: [NSL-8186_XTO Energy, INC. Remuda South 25 State Well No. 708H APPROVED.pdf](#)
Importance: High

Ms. Kaitlyn A. Luck,

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 - 8186

XTO Energy, INC. [5380]

WELL: Remuda South 25 State Well No. 708H

POOL: Forty Niner Ridge; Bone Spring, West Pool [No. 96526]

A copy of the approved order is 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/>