

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



Mr. Reed Brunette
rbrunette@titusoil.com

NON-STANDARD LOCATION

Administrative Order NSL-8306

Titus Oil & Gas Production, LLC [OGRID 373986]
Cattlemen Federal Com Well No. 512H
API No. 30-025-48130

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	2084 FNL & 2024 FWL	F	17	26S	35E	Lea
First Take Point	2631 FSL & 1980 FWL	K	17	26S	35E	Lea
Last Take Point	100 FSL & 1980 FWL	N	20	26S	35E	Lea
Terminus	10 FSL & 1980 FWL	N	20	26S	35E	Lea

Proposed Horizontal Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 SW/4 of Section 17 E/2 W/2 of Section 20	240	Jabalina; Wolfcamp, Southwest	96776

Reference is made to your application received on January 11th, 2022.

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 well's completed interval penetrates, each of which consists of a governmental quarter - quarter section or equivalent.

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.

This well's completed interval is as close as 9 feet to the northern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 17, encroachment to the SE/4 NW/4

Division understands you are seeking this unorthodox location as its preferred well spacing plan for horizontal wells in the area and thereby preventing waste within the Wolfcamp formation underlying E/2 SW/4 of section 17 and the E/2 W/2 of section 20.

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

Date: 3/29/2022

AES/lrl