Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Cabinet Secretary

Mr. Reed Brunette rbrunette@titusoil.com

### NON-STANDARD LOCATION

# Administrative Order NSL-8310

## Titus Oil & Gas Production, LLC [OGRID 373986] Lonesome Dove Federal Com Well No. 413H API No. 30-025-49525

### **Proposed Location**

| -                | Footages            | Unit/Lot | Sec. | Twsp | Range | County |
|------------------|---------------------|----------|------|------|-------|--------|
| Surface          | 2304 FSL & 1972 FEL | J        | 17   | 26S  | 35E   | Lea    |
| First Take Point | 2631 FNL & 2310 FEL | G        | 17   | 26S  | 35E   | Lea    |
| Last Take Point  | 100 FNL & 2307 FEL  | В        | 8    | 26S  | 35E   | Lea    |
| Terminus         | 10 FNL & 2307 FEL   | В        | 8    | 26S  | 35E   | Lea    |

## **Proposed Horizontal Units**

| Description            | Acres | Pool                          | Pool Code |
|------------------------|-------|-------------------------------|-----------|
| W/2 NE/4 of Section 17 | 240   | Jabalina; Wolfcamp, Southwest | 96776     |
| W/2 E/2 of Section 8   |       | _                             |           |

Reference is made to your application received on January 11<sup>th</sup>, 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.



Adrienne E. Sandoval, Director Oil Conservation Division Administrative Order NSL-8310 Titus Oil & Gas Production, LLC Page 2 of 2

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

Section 17, encroachment to the NW/4 SE/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 W/2 NE/4 of section 17 and the W/2 E/2 of section 8.

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.



Date: 3/29/2022

AES/lrl