State of New Mexico Energy, Minerals and Natural Resources Department

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NON-STANDARD LOCATION

Administrative Order NSL - 8444

WPX Energy Permian, LLC [OGRID 246289] Clawhammer 33 28 21 Federal Com Well No. 413H API No. 30-015-49832 (Defining Well)

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	293 FSL & 1521 FEL	2	33	26S	30E	Eddy
First Take Point	100 FSL & 2550 FEL	2	33	26S	30E	Eddy
Last Take Point	2559 FSL & 2550 FEL	J	21	26S	30E	Eddy
Terminus	2609 FSL & 2550 FEL	J	21	26S	30E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
Section 33	1219.08	Purple Sage; Wolfcamp (GAS)	98220
Section 28			
S/2 of Section 21			

Reference is made to your application received on September 29th, 2022.

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 100 feet to the southern edge and 81 feet to the northern edge of the horizontal spacing unit. Encroachment will impact the following tract.

Section 21, encroachment to the N/2

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 minimize reserves left in the ground by increasing the wells effective lateral length thereby preventing waste within the Wolfcamp formation underlying all of Section 33, all of Section 28 and the S/2 of Section 21.

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.

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

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: ____10/20/2022

AES/lrl