

State of New Mexico
Energy, Minerals and Natural Resources Department

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Ms. Paula M. Vance
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NON-STANDARD LOCATION

Administrative Order NSL - 8487

XTO Energy Inc. [5380]
Outrider 28 Federal Well No. 508H
API No. 30-025-50319

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	420 FSL & 2165 FEL	O	28	24S	32E	Lea
First Take Point	100 FSL & 308 FEL	P	28	24S	32E	Lea
Last Take Point	100 FNL & 279 FEL	A	21	24S	32E	Lea
Terminus	20 FNL & 278 FEL	A	21	24S	32E	Lea

Proposed Horizontal Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 E/2 of Section 28	320	Wildcat; Wolfcamp	98248
E/2 E/2 of Section 21			

Reference is made to your application received on November 15th, 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 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 178 - 308 feet to the eastern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

- Section 27, encroachment to the W/2 W/2
- Section 22, encroachment to the W/2 W/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 as your preferred well spacing plan for horizontal wells in this area, thereby preventing waste within the Wolfcamp formation underlying the E/2 E/2 of Section 28 and the E/2 E/2 of Section 21.

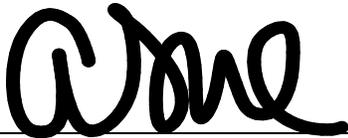
Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102, submitted with the Authorization to Transport (C-104), 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.



ADRIENNE E. SANDOVAL

Division Director

Date: 12/18/2022

AES/lrl