

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



January 29, 2021

Mr. Cy Shook
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NON-STANDARD LOCATION

Administrative Order NSL-8118

Mewbourne Oil Company [OGRID 14744]
Armstrong 26 35 W0KN Federal Com Well No. 3H
API No. 30-015-47628

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	2500 FSL & 2645 FWL	K	26	25S	31E	Eddy
First Take Point	2540 FSL & 2310 FWL	K	26	25S	31E	Eddy
Last Take Point/ Terminus	100 FSL & 2310 FWL	N	35	25S	31E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
SW/4 of Section 26 W/2 of Section 35	480	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on January 8th, 2021.

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 for the Purple Sage; Wolfcamp (Gas) Pool of 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 northern and southern edge of the boundary line. Encroachment will impact the following tract.

Section 26, encroachment to the NW/4
Section 2 26S 31E, encroachment to the NW/4

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.

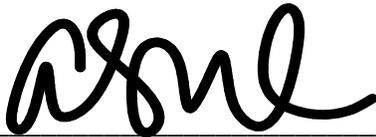
Division understands you are seeking this unorthodox location in order to allow for efficient spacing of horizontal wells and thereby preventing waste within the Wolfcamp formation underlying the SW/4 of Section 26 and the W/2 of Section 35.

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.**

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
Bureau of Land Management – Carlsbad Field Office