

Approved

NSL

Order

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Michelle Lujan Grisham**  
Governor

**Sarah Cottrell Propst**  
Cabinet Secretary

**Todd E. Leahy, JD, PhD**  
Deputy Cabinet Secretary

**Adrienne E. Sandoval, Director**  
Oil Conservation Division



March 24, 2021

Ms. Sarah Chapman,  
[schapman@spurellc.com](mailto:schapman@spurellc.com)

NON-STANDARD LOCATION

**Administrative Order NSL-8144**

**Spur Energy Partners, LLC [OGRID 328947]  
Rose South Well No. 10H  
API No. 30-015-PENDING**

**Proposed Location**

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	2260 FSL & 700 FWL	3	7	19S	25E	Eddy
First Take Point	2430 FSL & 100 FEL	I	12	19S	25E	Eddy
Last Take Point	2430 FSL & 100 FWL	L	12	19S	25E	Eddy
Terminus	2430 FSL & 50 FWL	L	12	19S	25E	Eddy

**Proposed Horizontal Units**

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
S/2 of Section 12	280	Penasco Draw; Sa-Yeso (Assoc)	50270

Reference is made to your application received on March 3<sup>rd</sup>, 2021.

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 210 feet to the northern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 12, encroachment to the S/2 N/2

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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.

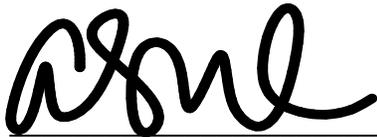
Division understands you are seeking this unorthodox location to allow for efficient well spacing within the Yeso formation underlying the S/2 of Section 12, thus maximize resource recovery and preventing waste.

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.



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**ADRIENNE E. SANDOVAL**  
**Division Director**

AES/lrl

cc: Oil Conservation Division – Artesia District Office  
Bureau of Land Management – Carlsbad Field Office

**From:** [Lowe, Leonard, EMNRD](#)  
**To:** [Sarah Chapman](#)  
**Cc:** [Bratcher, Mike, EMNRD](#); [Kautz, Paul, EMNRD](#); "[lisa@rwbyram.com](#)"; [jglover@blm.gov](#); [drossmango@blm.gov](#)  
**Subject:** APPROVED NSL-(8144, 8145)\_Spur Energy Partners LLC\_Rose South Wells\_SEC 7 19S 25E  
**Date:** Friday, March 26, 2021 2:02:00 PM  
**Attachments:** [NSL-8144\\_Spur Energy Partners, LLC Rose South Well No. 10H APPROVED.pdf](#)  
[image002.png](#)  
[NSL-8145\\_Spur Energy Partners, LLC Rose South Well No. 50H APPROVED.pdf](#)  
**Importance:** High

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Ms. Sarah Chapman,

The following NSL Administrative Orders have been issued and will soon be available on the Division's web site:

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

NSL	AMD	Applicant	OGRID	WELL NAME	API #
8145	-	Spur Energy Partners LLC	328947	Rose South Well No. 50H	30-015-PENDING
8144	-	Spur Energy Partners LLC	328947	Rose South Well No. 10H	30-015-PENDING

Copies of the approved orders are attached.

**Leonard R. Lowe**

Engineering Bureau

OCD - EMNRD

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<http://www.emnrd.state.nm.us/ocd/>