

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

Dylan M. Fuge, Acting Director
Oil Conservation Division



Ms. Alyssa McNear
adavanzo@tascosaep.com

NON-STANDARD LOCATION

Administrative Order NSL - 8534

Tascosa Energy Partners, LLC [OGRID 329748]
Bonneville 16 State Well No. 303H
API No. 30-015-49818

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	1320 FNL & 250 FWL	D	16	20S	27E	Eddy
First Take Point	2640 FNL & 100 FWL	E	16	20S	27E	Eddy
Last Take Point/ Terminus	2640 FNL & 100 FEL	H	16	20S	27E	Eddy

Proposed Horizontal Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
S/2 N/2 of Section 16	160	Avalon; Bone Spring, North	3712

Reference is made to your application received on February 1st, 2023.

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.

This well's completed interval is as close as 0 feet to the southern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 16, encroachment to the N/2 N/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 due to the spacing criteria for wells in this location thus preventing waste within the Bonespring formation underlying S/2 N/2 of Section 16.

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, 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.



DYLAN M. FUGE
DIRECTOR (ACTING)

DMF/lrl

Date: 2/07/2023