

BEFORE THE OIL CONSERVATION DIVISION

APPLICATION OF XTO ENERGY, INC. FOR A NON-STANDARD SPACING AND PRORATION UNIT, AND COMPULSORY POOLING, LEA COUNTY NEW MEXICO

PERLA VERDE WELLS

An **ExxonMobil** Subsidiary

District I 1625 N. French Dr., Hobbs. NM 88240 Phone;(575) 393-6161 Fax:(575) 393-0720 District II 811 S. Frat St., Artes/s., NM 88210 Phone;(575) 749-1283 Fax:(575) 743-9720 District III 1600 Rib Brazos Rd., Axted. NM 87412 Phone;(505) 324-6178 Fax:(505) 334-6170 District IV 1220 S. St. Francis Dr., Senta Fe., NM 87605 Phone;(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

Form C-101 August 1, 2011

Permit 186526

		APPLICATIO	N FOR P	ERMIT TO	DRILL, RE-	ENTER, DEEPE	N, PLUGBAC	K, OR AD	DAZO	NE		
	Name and Address				····		,			ID Number		
	XTO ENERGY, INC	;								5380		
	XTO Energy, Inc. Aztec, NM 87410								3. API N	lumber 30-025-42063		
4 Property		S De	operty Name						5. Well i			
	313270	J W "		A VERDE 3	1 STATE					001H		
					7 600	aca I ocation				·		
UL - Lot	Section	Township	Range		Lot lide	ace Location	N/S Line	Feet From		E/W tine	County	
	M 3		, varige	35E	4	170	s		330	W		Lea
					8 Proposed B	ottom Hole Locatio	· · · · · · · · · · · · · · · · · ·					
UL - Lat	Section	Township	Range		Lotion	Feet From	N/S Line	Feet From		EWitne	County	
	D 31	19 _S		35E	1	200	N		330	W		Lea
			·		9. Pool	Information						
WC-025 G	9-08 S203506D;BC	NE SPRING								9798	3	
					Additional	Well Information						
11, Work Ty	roe	12. Well Type	1	3. Cable Rote		Aten incinguon	14. Lease Ty	·	15. Gres	and Level Elevation		
	New Well	OIL			.,			ate		3702		
16. Multiple		17. Proposed Depth	1	3. Formation			19. Contracto	1	20. Spu	d Date		
	N .	15760			Bone Spring Sa				ļ			
Depth to Gr	ound water		0	i:stance from	nearest fresh water	₩ G [[Urstance	to nearest surface v	AB164	
X We will	be using a closed	loop system in lieu o	f lined pits			·						
	-	• •			Oronogad Casis	ng and Cement Pro	aran					
Type	Hole Size	Casing Size			Weightift	Setting Dec		Sacks of	Cement		Estimated TO	
Surf	17.5	13.375			54.5 1850			16:	25		0	
Int1	12,25	9.625		40		3950		13			0	
Prod	8.75	5.5			17	15760	<u> </u>	19	35		3450	
				Casin	r/Cement Progr	ram: Additional Col	nments					
This will be	e a horizontal well v	vith proposed TVD: 11	1007 MD: 1									
			·									
	Тура			Working		out Prevention Pro	gram Test Press	1. PA		Man	facturer	
	Double Ram			50			3000	OIE		•	meron	
L	00001011011	<u> </u>				ļ	3000	· · · · · · · · · · · · · · · · · · ·				
23. I hereb	y certify that the int	ormation given above	is true and o	omplete to	the best of my		Ol	LCONSERV	ATION (DIVISION		
knowledge	and belief.	-		•	_							
i further c	ertify I have comp	lied with 19.15.14.9 (A) NMAC 🤄	∢and/or 19	9.15.14.9 (B)	Ì		•				
NMAC X	if applicable.											
F												
Signature.												
Signature. Printed Nam	e: Electroni	cally filed by DIANE JA	RAMILLO			Approved By:	Paul Kautz					
··· ···	e: Electroni	cally filed by DIANE JA	RAMILLO			Approved By:	Paul Kautz Geologist					
Printed Nam		cally filed by DIANE JA				1.			E	xpirston Oate. 8/26	2016	

Exhibit No. 1 Submitted by: XTO ENERGY, INC. Hearing Date: October 1, 2014

District 1
1826 N. French Dr., Hobbs. NM 88240
Phone;(\$75) 393-6161 Fax.(\$75) 393-6720
District II
311 S. Frist St., Artesia, NM 88210
Phone;(\$75) 748-1283 Fax.(\$75) 748-9720
District III
1000 Rio Brazos Rd., Azteo, NM 87410
Phone;(\$05) 334-6178 Fax.(\$05) 334-6170
District IV
1220 S. St Francis Dr., Senta Fe, NM 87605
Phone;(\$05) 476-3470 Fax.(\$05) 478-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Form C-102 August 1, 2011

Perm4 186826

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-4	12063	2. Pool Code 9798	3		3. Pool N		3203506D;BONE SPF	RING	
4. Property Code 5. Property Name PERLA VERDE 31 STATE					6. Weil N	s. 001H			
7, OGRIÐ No 5380		oTX	ENERGY, INC		9. Elevati	on 3702			
				10. Surfa	ce Location				
1 1 1		Township	Range	Lot Idn	Feet From	N/S Une	Feet From	EW Line	County
M	31	19S	35E	4	170	5	330	1 99	L e a

			11. Botto	om Hole Locatio	n If Different From	Surface			
UL - La	Section	Township	Ranga	Lot ton	Feet From	N/S Line	Feet From	E/W Line	County
D	31	198	35E	1	200	N	330	W	Lea
12. Dedicated Acre 156.80			13. Joint or Infil		14. Consolidation Code	•		15 Order No	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY

		THE DIVISION
D		OPERATOR CERTIFICATION I hereby certify that the information contained herein is size and complete to the best of my knowledge and belief, and that this organization ed owns a working interest or unleased mitnered in the land including the proposed bottom hole location(s) or has a right to doll this well at location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division
		E-Signed By: DIANE JARAMILLO
		Title.
		Date: 8/25/2014
		SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and the same is true and correct to the best of my belief.
1 1		Surveyed By: Gary G Eidson
_		Date of Survey: 4/7/2014
		Certificate Number: 12641

Form APD Comments

Permit 186626

District I
1625 N. French Dr., Hobbs. NM 88240
Phone;(575) 393-6161 Fax.(575) 393-0720
District II
811 S. Fran St., Artesis, NM 88210
Phone;(575) 746-1283 Fax:(575) 746-9720
District III
1000 Rio Brazos Rd., Azteo. NM 87410
Phone;(505) 334-6178 Fax:(505) 334-5170
District IV
1220 S. St Francis Dr., Senta Fe. NM 87605
Phone;(505) 476-3470 Fax:(505) 476-3402

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

PERMIT COMMENTS

Operator Name and Address: XTO ENERGY, INC [5380]	API Number. 30-025-42063
XTO Energy, Inc.	Well:
Aztec, NM 87410	PERLA VERDE 31 STATE #001H

Created By	Comment	Comment Date
	This well will be drilled to 200' FNL and plugged back to 330' FNL to maximize production. No production from the well will be done prior to verifying lease line distances. A directional survey, as part of the NMAC, will be provided with completion paperwork to verify standard location.	5/23/2014
SRabadue	Plat will not upload. Directional Drill Plan and Plat submitted to P. Kautz & D. Mull 5.23.2014.	5/23/2014
pkautz		7/25/2014

Form APD Condrigors

District I 1625 N. Franch Dr., Hobbs. NM 88240 Phone (575) 393-0101 Fax (575) 393-0720 District II 811 S. Finst St., Artesia, NM 88210 Phone (575) 748-1283 Fax (575) 748-9720 District III 1000 Rio Brazos Rd., Azteo, NV 87410 Phone (505) 334-6178 Fax (505) 334-6170 District IV 1220 S. St Francis Dr., Senta Fe, NM 87805 Phone (505) 476-3470 Fax (505) 476-3482

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Permit 185826

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	AP: Number,
' XTO ENERGY, INC [5380]	30-025-42063
XTO Energy, Inc.	Weil:
Aztec, NM 87410	PERLA VERDE 31 STATE #001H

OCD Reviewer	Condition
pkautz	Will require a directional survey with the C-104
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
pkautz	If using a pit for drilling and completion operations, must have an approved pit from prior to spudding the well.
pkautz	1) SURFACE & INTERNEMIATE CASING - Cement must circulate to surface - 2) PRODUCTION CASING - Cement must tie back into intermediate casing
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water
pkautz	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement.

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 DISTRICT II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III 1000 Rio Brazus Road, Aziec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Departments OCD

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

OIL CONSERVATION DIVISION

SEP 2 5 2014

Fonn C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

□ AMENDED REPORT

RECEIVED

Property Code Property Name Well Num 313270 PERLA VERDE 31 STATE 1H	Ju je	
Property Code Property Name Well Num 3 3 3 2 つい PERLA VERDE 31 STATE 1H	ıber	
	_	
OGDID No. Onemtor Moreo	· 1H .	
006380 XTO ENERGY / 3702	<u>, </u>	
Surface Location		
UL or lot No. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line	County	
M 31 19-S 35-E 170 SOUTH 330 WEST	LEA	
Bottom Hole Location If Different From Surface		
UL or lot No. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line	County	
D 31 19-S 35-E 200 NORTH 330 WEST	LEA	
Dedicated Acres Joint or Infill Consolidation Code Order No.		

