State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, Ph.D Deputy Cabinet Secretary Adrienne E. Sandoval, Director Oil Conservation Division



Ms. Deana M. Bennett deana.bennett@modrall.com

Administrative Order NSP - 2145

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Cimarex Energy Co. [OGRID 215099]

Red Hills 32 5 Federal Com Well No. 128H, API NO. 30-025-50207

Red Hills 32 5 Federal Com Well No. 129H, API NO. 30-025-50323

Red Hills 32 5 Federal Com Well No. 132H, API NO. 30-025-50749

Red Hills 32 5 Federal Com Well No. 133H, API NO. 30-025-PENDING

Red Hills 32 5 Federal Com Well No. 158H, API NO. 30-025-50208

Red Hills 32 5 Federal Com Well No. 159H, API NO. 30-025-50209

Red Hills 32 5 Federal Com Well No. 160H, API NO. 30-025-50210

Red Hills 32 5 Federal Com Well No. 161H, API NO. 30-025-50750

Located in Section 32, T25S, R33E and Section 5, T26 South, R33 East, Lea County, New Mexico

Reference is made to your application received on November 31st, 2022.

You have requested an approval for a non-standard horizontal spacing unit as follows:

Description	Acres	Pool	Pool Code
Section 32, T25S, R33E	1280	Wildcat; Lwr Bone Spring	97903
Section 5, T26S, 33E			

You have requested an exception pursuant to Rule 19.15.16.15(B)(2) NMAC, to approve a non-standard horizontal spacing unit comprising 1280 acres, consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter-quarter section, as required by Rule 19.15.16.15(B)(1) NMAC.

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 which are being included.

You have requested this non-standard horizontal spacing unit to minimize surface disturbance by consolidating facilities and commingling production. Therefore, reducing waste and protecting the correlative rights within the Bone Spring formation underlying section 32, T25S, R33E and section 5, T26S, R33E.

NSP - 2145 Cimarex Energy Co. Page 2 of 2

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit with a Sundry notice to the Engineering Bureau. Additional wells shall be producing from the same horizontal spacing unit and pool/formation.

Reference this NSP order number on the As Drilled C-102 submitted with the Authorization to Transport (C-104), to place these wells into production.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



12/05/2022 Date

AES/lrl

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

CONDITIONS

Action 164272

CONDITIONS

Operator:	OGRID:			
CIMAREX ENERGY CO.	215099			
600 N. Marienfeld Street	Action Number:			
Midland, TX 79701	164272			
	Action Type:			
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)			

CONDITIONS

Created By		Condition Date
llowe	None	12/6/2022