

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



Mr. Kevin Klein
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NON-STANDARD LOCATION

Administrative Order NSL - 8557

Armstrong Energy Corporation [OGRID 1092]
Stinger 14 Well No. 1
API No. 30-025-50755

Directional Well

<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
200 FSL & 230 FWL	M	11	16S	36E	Lea
330 FNL & 330 FWL	D	14	16S	36E	Lea

Proposed Unit

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 NW/4 of Section 14	80	Lovington; Wolfcamp, North	96625

Reference is made to your application received on March 28th, 2023.

This directional Well is to be completed at an unorthodox location described above in the referenced pool and formation. Special pool rule R-10375 governs this directional well, which provides for 80-acre spacing units with setbacks no closer than 510 feet from the outer boundary of the spacing unit.

This well's completed interval is as close as 330 feet towards the western edge and 330 feet towards the northern edge of the spacing unit. Encroachment will impact the following tracts.

Section 15, encroachment to the NE/4 NE/4
Section 10, encroachment to the SE/4 SE/4
Section 11, encroachment to the SW/4 SW/4

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.

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Division understands you are requesting this unorthodox location to allow for the most efficient development within this acreage thus preventing of waste of resources and the protection of correlative rights within the Wolfcamp formation underlying the W/2 NW/4 of section 14.

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: 4/20/23

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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 210044

CONDITIONS

Operator: ARMSTRONG ENERGY CORP P.O. Box 1973 Roswell, NM 88202	OGRID:
	1092
	Action Number: 210044
Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)	

CONDITIONS

Created By	Condition	Condition Date
llowe	NSL-8557 is approved!	4/24/2023