

State of New Mexico
Energy, Minerals and Natural Resources Department

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Ms. Fatma Abdallah
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Administrative Order NSP - 2151

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Silverback Operating II, LLC [OGRID 330968]

Boyd Y Well No. 101H [API No. 30-015-49708]
Boyd Y Well No. 102H [API No. 30-015-49723]
Boyd Y Well No. 103H [API No. 30-015-49748]
Boyd Y Well No. 104H [API No. 30-015-50157]
Boyd Y Well No. 201H [API No. 30-015-49707]
Boyd Y Well No. 202H [API No. 30-015-49747]
Boyd Y Well No. 203H [API No. 30-015-49773]
Boyd Y Well No. 204H [API No. 30-015-50155]
Boyd Y Well No. 205H [API No. 30-015-50156]

Section 14 and Section 15, T19S R25E, Eddy County

Reference is made to your application received on March 29th, 2023.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
SW/4 & S/2 NW/4 of Section 14 SE/4 & S/2 NE/4 of Section 15	480	N. Seven Rivers; Glorieta Yeso	97565

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit 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 or equivalent in both sections, as required by Rule 19.15.16.15(B)(1) NMAC.

We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Eddy County, New Mexico.

NSP - 2151
Silverback Operating II, LLC
Page 2 of 2

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 to be being included.


You have requested this non-standard horizontal spacing unit in order to create a single surface facility, to consolidate roads, tanks, pipelines and to create effective well spacing within the SW/4 & S/2 NW/4 of Section 14 and the SE/4 & S/2 NE/4 of Section 15. Therefore, reducing waste while protecting correlative rights within the referenced Horizontal Spacing Unit.

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. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following e-mail address: ocd.engineer@emnrd.nm.gov of notice for additional wells.

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.


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.
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CONDITIONS

Action 210009

CONDITIONS

Operator: Silverback Operating II, LLC 19707 IH10 West, Suite 201 San Antonio, TX 78256	OGRID: 330968
	Action Number: 210009
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	NSP-2151 is approved!	4/24/2023