State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Dylan M. Fuge Deputy Secretary **Dylan Fuge**, Division Director (Acting) **Oil Conservation Division**



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

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL – 8737

Cimarex Energy Company [OGRID 215099] Dos Equis 12 13 Federal Com Well No. 77H API No. 30-025-50136

Reference is made to your application received on March 7th, 2024.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	300 FNL & 2450 FEL	В	12	24S	32E	Lea
First Take Point	100 FNL & 2588 FEL	В	12	24S	32E	Lea
Last Take Point/	100 FSL & 2588 FEL	O	13	24S	32E	Lea
Terminus						

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
E/2 of Section 13	640	Triple X; Bone Spring, West	96674
E/2 of Section 12			

You have requested to drill this horizontal well at an unorthodox 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. 19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the completed interval to any outer boundary of the horizontal spacing unit, measured along a line perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 330 feet for an oil well. 19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal

Administrative Order NSL – 8737 Cimarex Energy Company Page 2 of 2

well shall be no closer than 100 feet for an **oil** in the horizontal plane, to any outer boundary of the horizontal spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of Take Points referenced above, within the described Horizontal Spacing Unit.

This well's completed interval is as close as 52 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 13, encroachment to the E/2 W/2 Section 12, encroachment to the E/2 W/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 to allow for recovery of reserves from the unit and preventing waste within the Bone Spring formation underlying the E/2 of Section 13 and the E/2 of Section 12.

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

Released to Imaging: 5/6/2024 10:22:03 AM

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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 341088

CONDITIONS

Operator:	OGRID:	
CIMAREX ENERGY CO.	215099	
6001 Deauville Blvd Midland, TX 79706	Action Number: 341088	
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)	

CONDITIONS

Created By	Condition	Condition Date
llowe	None	5/6/2024