

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Erin Taylor
Acting Cabinet Secretary

Ben Shelton
Deputy Secretary

Albert C.S. Chang
Division Director
Oil Conservation Division



ADMINISTRATIVE NON-STANDARD LOCATION

Melissa Guidry
melissa_guidry@oxy.com

Administrative Order NSL – 9357

OXY USA INC. [OGRID 16696]
Stack Cats 25 36 Federal Com Well No. 74H
API No. 30-025-54407

Reference is made to your application received on April 29th, 2026.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	1101 FNL & 1285 FEL	A	25	22S	32E	Lea
First Take Point	100 FNL & 1115 FEL	A	25	22S	32E	Lea
Last Take Point	100 FSL & 1115 FEL	P	36	22S	32E	Lea
Terminus	20 FSL & 1115 FEL	P	36	22S	32E	Lea

Proposed Horizontal Spacing Unit

Description	Acres	Pool	Pool Code
E/2 E/2 Section 25	640	Red Tank; Bone Spring	51683
E/2 E/2 Section 36			

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 dedicate a horizontal well at a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates,

1220 South St. Francis Drive, 3rd Floor • Santa Fe, New Mexico 87505
Phone (505) 476-3441 • www.emnrd.state.nm.us/ocd

Administrative Order NSL – 9357

OXY USA INC.

Page 2 of 2

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 well shall be no closer than 100 feet for a well within 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 205 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 25, encroachment to the W/2 E/2

Section 36, encroachment to the W/2 E/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.

It is understood that the request for a non-standard location is to allow efficient spacing of horizontal wells within the Bone Spring formation and to prevent waste underlying the E/2 E/2 Section 25 and E/2 E/2 Section 36.

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 the Division deems necessary.



Albert C.S. Chang

Division Director

AC/lrl

Date: 06/18/2026

ID NO. 580290

NSL - 9357

Revised March 23, 2017

RECEIVED: 04/29/26	REVIEWER:	TYPE:	APP NO:
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
 REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: OXY USA INC. (16696) **OGRID Number:** 16696
Well Name: STACK CATS 25_36 FEDERAL COM 74H **API:** 30-025-54407
Pool: RED TANK; BONE SPRING **Pool Code:** 51683

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION
 INDICATED BELOW**

1) TYPE OF APPLICATION: Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☒ NSL☐ NSP (PROJECT AREA)☐ NSP (PRORATION UNIT)☐ SD

B. Check one only for [I] or [II]

[I] Commingling – Storage – Measurement

☐ DHC☐ CTB☐ PLC☐ PC☐ OLS☐ OLM

[II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR**2) NOTIFICATION REQUIRED TO:** Check those which apply.A. ☒ Offset operators or lease holdersB. ☐ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☒ Notification and/or concurrent approval by SLOE. ☒ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☒ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**☐ Notice Complete☐ Application
Content
Complete

3) CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

04/29/26

Date

MELISSA GUIDRY

Print or Type Name

713-497-2481

Phone Number

Melissa Guidry

Signature

MELISSA_GUIDRY@OXY.COM

e-mail Address

**OXY USA Inc****5 Greenway Plaza, Suite 110
Houston, TX 77046-0521**

April 29, 2026

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Attention: Leonard Lowe

Re: ***Application for Administrative Approval of Non-Standard Location
Stack Cats 25_36 Federal Com 74H, API 30-025-54407 – Red Tank; Bone Spring
Surface – 1101' FNL 1285' FEL Unit A, Sec 25 T22S R32E
First Take Point – 100' FNL 1115' FEL Unit A, Sec 25 T22S R32E
Last Take Point – 100' FSL 1115' FEL Unit P, Sec 36 T22S R32E
Bottom Hole – 20' FSL 1115' FEL Unit P, Sec 36 T22S R32E
Lea County, New Mexico***

Dear Mr. Lowe,

OXY USA Inc. respectfully requests administrative approval of a non-standard location for the Stack Cats 25_36 Federal Com 74H well. The #74H well is proposed to be completed in the Red Tank; Bone Spring pool. This will be a horizontal well in a pool with no special rules for setback, so the setback requirements under Rule 19.15.15.9 (A) and 19.15.16.15 (B) will apply. The proposed producing interval is projected as follows:

Surface – 1101' FNL 1285' FEL Unit A, Sec 25 T22S R32E
First Take Point – 100' FNL 1115' FEL Unit A, Sec 25 T22S R32E
Last Take Point – 100' FSL 1115' FEL Unit P, Sec 36 T22S R32E
Bottom Hole – 20' FSL 1115' FEL Unit P, Sec 36 T22S R32E

The adjoining units which the completed interval, unorthodox location, encroaches are located to the West in T22S R32E:

Section 25 - Units B, G, J, and O
Section 36 - Units B, G, J, and O

Approval of the unorthodox location will allow for efficient spacing of horizontal wells in the Bone Spring formation and thereby prevent waste.

To support this request, the following information has been submitted for your review:

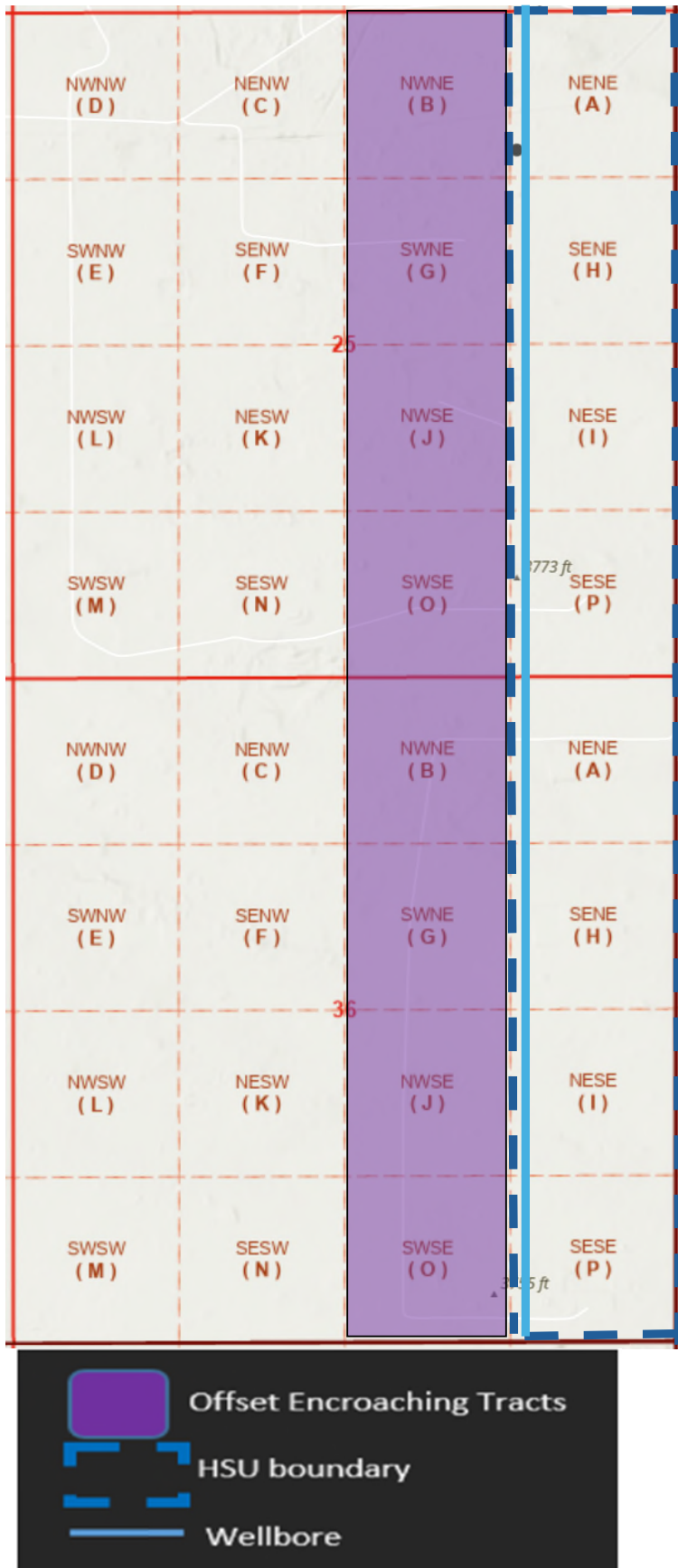
1. C-102 Plat for the proposed well
2. List of affected offset parties in each adjoining spacing unit in the same pool or formation located closer to the unorthodox well location than the minimum distance prescribed by applicable rule or order, copies of the signed certified return receipts will be furnished upon request
3. Statement from Oxy Land Negotiator
4. Statement from Oxy Development Area Engineer

Sincerely,

Melissa Guidry

Melissa Guidry
Sr. Regulatory Advisor
Melissa_Guidry@oxy.com

OXY USA Inc.
Stack Cats 25_36 Federal Com 74H
Sections 25_36 Township 22 South, Range 32 East, N.M.P.M.
Lea County, New Mexico



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals, & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024 PAGE 1 OF 2
		Submittal Type: ☒ Initial Submittal ☐ Amended Report ☐ As Drilled

WELL LOCATION INFORMATION

API Number 30-025-54407	Pool Code 51683	Pool Name RED TANK; BONE SPRING
Property Code 333676	Property Name STACK CATS 25_36 FED COM	Well Number 74H
OGRID No. 16696	Operator Name OXY USA INC.	Ground Level Elevation 3748'
Surface Owner: ☐ State ☐ Fee ☐ Tribal ☒ Federal		Mineral Owner: ☐ State ☐ Fee ☐ Tribal ☒ Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (NAD83)	Longitude (NAD83)	County
A	25	22S	32E		1101' FNL	1285' FEL	32.36705500	-103.62395364	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (NAD83)	Longitude (NAD83)	County
P	36	22S	32E		20' FSL	1115' FEL	32.34111225	-103.62338458	LEA

Dedicated Acres 320.00	Infill or Defining Well INFILL	Defining Well API 26H - 30-025-51756	Overlapping Spacing Unit (Y/N) N	Consolidation Code C
Order Numbers: N/A			Well setbacks are under Common Ownership: ☐ Yes ☒ No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (NAD83)	Longitude (NAD83)	County
A	25	22S	32E		50' FNL	1115' FEL	32.36994607	-103.62340549	LEA

First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (NAD83)	Longitude (NAD83)	County
A	25	22S	32E		100' FNL	1115' FEL	32.36980866	-103.62340540	LEA

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (NAD83)	Longitude (NAD83)	County
P	36	22S	32E		100' FSL	1115' FEL	32.34133215	-103.62338474	LEA

Unitized Area or Area of Uniform Interest N	Spacing Unit Type: ☒ Horizontal ☐ Vertical	Ground Floor Elevation 3748'
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OPERATOR CERTIFICATIONS

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

Melissa Guidry

11/21/25

Signature

Date

Melissa Guidry

Printed Name

melissa_guidry@oxy.com

Email Address

SURVEYOR CERTIFICATIONS

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 that the same is true and correct to the best of my belief.



Signature and Seal of Professional Surveyor

Certificate Number

Date of Survey

21653

OCTOBER 28, 2025

Note: 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.

ACREAGE DEDICATION PLATS

STACK CATS 25_36 FED COM 74H

PAGE 2 OF 2

SHL (NAD83)
X:760358.60' / Y:497992.16'
LAT:32.36705500 / LON:-103.62395364

SHL (NAD27)
X:719175.89' / Y:497931.87'
LAT:32.36693176 / LON:-103.62346858

KOP (NAD83)
X:760520.87' / Y:499045.06'
LAT:32.36994607 / LON:-103.62340549

KOP (NAD27)
X:719338.18' / Y:498984.74'
LAT:32.36982284 / LON:-103.62292034

FTP (NAD83)
X:760521.23' / Y:498995.07'
LAT:32.36980866 / LON:-103.62340540

FTP (NAD27)
X:719338.54' / Y:498934.75'
LAT:32.36968543 / LON:-103.62292026

PPP-1 (NAD83)
X:760558.78' / Y:493814.16'
LAT:32.35556755 / LON:-103.62339508

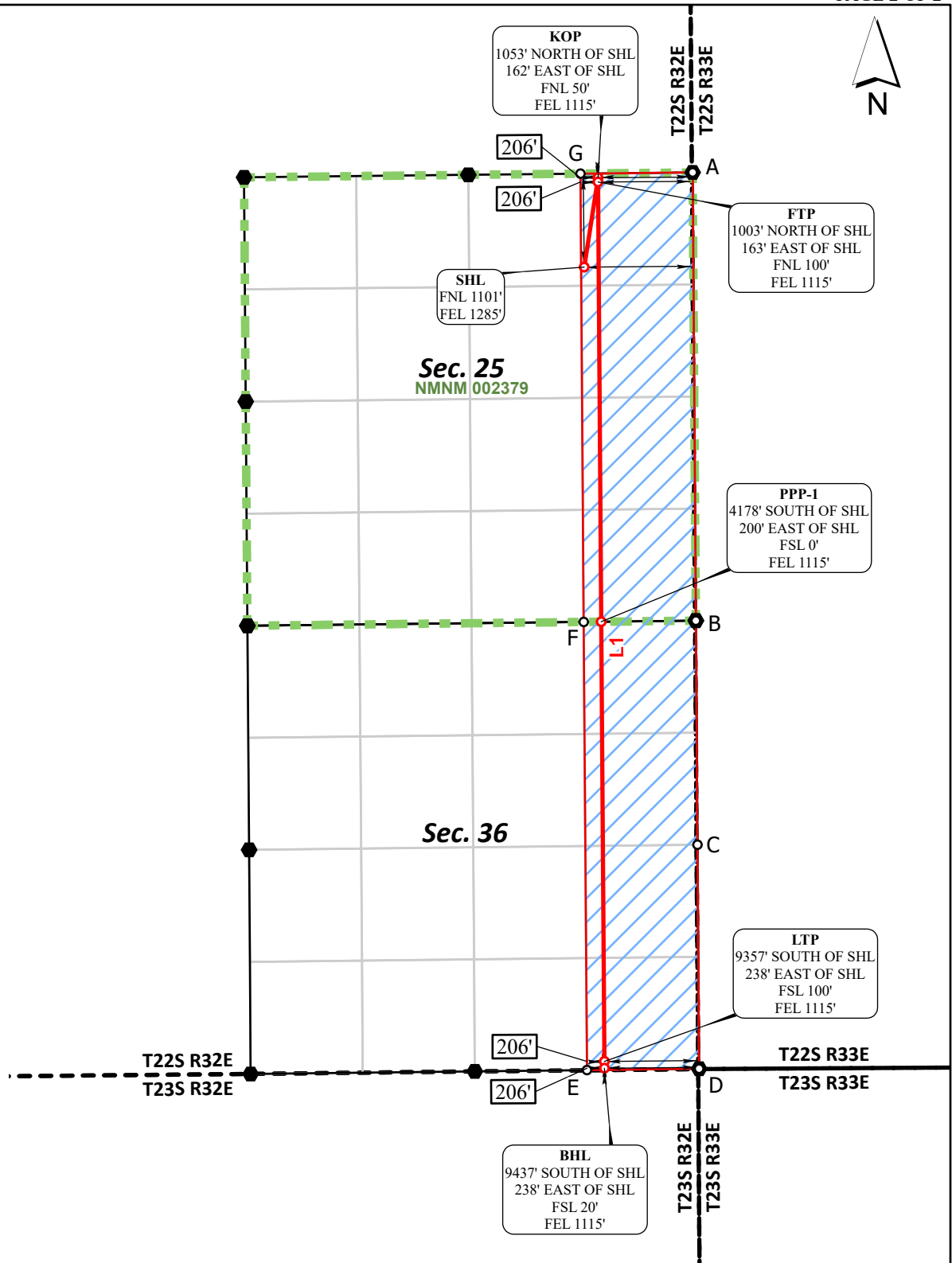
PPP-1 (NAD27)
X:719375.96' / Y:493754.00'
LAT:32.35544428 / LON:-103.62291043

LTP (NAD83)
X:760596.31' / Y:488635.34'
LAT:32.34133215 / LON:-103.62338474

LTP (NAD27)
X:719413.36' / Y:488575.32'
LAT:32.34120883 / LON:-103.62290059

BHL (NAD83)
X:760596.89' / Y:488555.34'
LAT:32.34111225 / LON:-103.62338458

BHL (NAD27)
X:719413.94' / Y:488495.33'
LAT:32.34098893 / LON:-103.62290044

**CORNER COORDINATES
NAD 83, SPCS NM EAST**

A - X: 761635.45' / Y:499107.07'
B - X: 761673.44' / Y:493826.77'
C - X: 761692.60' / Y:491187.47'
D - X: 761711.97' / Y:488548.67'
E - X: 760391.18' / Y:488532.88'
F - X: 760352.89' / Y:493811.83'
G - X: 760314.54' / Y:499092.85'

**CORNER COORDINATES
NAD 27, SPCS NM EAST**

A - X: 720452.76' / Y:499046.75'
B - X: 720490.62' / Y:493766.60'
C - X: 720509.70' / Y:491127.38'
D - X: 720529.01' / Y:488488.66'
E - X: 719208.23' / Y:488472.87'
F - X: 719170.07' / Y:493751.66'
G - X: 719131.85' / Y:499032.53'

***FTP TO LTP LINE BEARINGS**

LINE	BEARING
L1	S 00°24'55" E ~ 10360.00'

***FTP TO LTP LEASE DISTANCES**

TRACT	DISTANCE
NMNM 002379	5181.05'
TOTAL	5181.05'

○ Drill Line Events ● Section Corners — Drill Line — Dimension Lines — Federal Leases — HSU ○ HSU Corners
All bearings and coordinates refer to New Mexico State Plane Coordinate System, East Zone, U.S. Survey Feet.



JOB No. R4195_021_16201
REV 1 NDS 10/27/2025

Distances/areas relative to NAD 83 grid measurements. Combined Scale Factor: 0.99975697 and a Convergence Angle: 0.07066700°

Application Non-Standard Location - Service List
OXY USA Inc.
Stack Cats 25_36 Federal Com 74H

Online Submission
New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Certified Mail #_9407111898765529199575
Bureau of Land Management Carlsbad
620 E. Greene Street
Carlsbad, NM 88220-6292

Offset Tracts Section 25 (T22S-R32E) - Units B, G, J, O
Offset Tracts Section 36 (T22S-R32E) - Units B, G, J, O

Type	Affected Party	Date Letter Sent	Mail Tracking #
Working Interest	Occidental Petroleum Corporation 5 Greenway Plaza, Suite 110 Houston, Texas 77046-0521	SELF	SELF
Mineral Owner	New Mexico State Land Office 310 Old Santa Fe Trail Santa Fe, NM 87501	04/29/26	_9407111898765529193214
Mineral Owner	Bureau of Land Management Carlsbad 620 E. Greene Street Carlsbad, NM 88220-6292	04/29/26	_9407111898765529199575

Copies of this application were mailed to the individuals, companies and organizations on or before April 29, 2026.

Melissa Guidry

Melissa Guidry, Sr. Regulatory Advisor
OXY USA Inc.



5 Greenway Plaza, Suite 110, Houston, Texas 77046-0521
P.O. Box 27570, Houston, Texas 77227-7570

April 29, 2026

RE: Stack Cats 25_36 Fed Com 74H – NSL

Section 25 - Units B, G, J, and O
Section 36 - Units B, G, J, and O
T22S, R32E, Lea Co., NM

To Whom It May Concern:

OXY USA INC. and OXY Y-1 Company, both subsidiaries of Occidental Petroleum Corporation, are the sole Working Interest Owners of the above described lands as to the Bone Spring formation. If you have any questions, please contact me at the number listed below.

Best Regards,

OXY USA INC.

Rachel McDown
Land Negotiator
936-661-2771



OXY USA Inc

**5 Greenway Plaza, Suite 110
Houston, TX 77046-0521**

April 29, 2026

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Attention: Leonard Lowe

Re: ***Application for Administrative Approval of Non-Standard Location – Engineering Justification
Stack Cats 25_36 Federal Com 74H, API 30-025-54407 – Red Tank; Bone Spring
Surface – 1101' FNL 1285' FEL Unit A, Sec 25 T22S R32E
First Take Point – 100' FNL 1115' FEL Unit A, Sec 25 T22S R32E
Last Take Point – 100' FSL 1115' FEL Unit P, Sec 36 T22S R32E
Bottom Hole – 20' FSL 1115' FEL Unit P, Sec 36 T22S R32E
Lea County, New Mexico***

Dear Mr. Lowe:

OXY USA Inc. respectfully requests administrative approval of a non-standard location on the Stack Cats 25_36 Federal Com 74H well to be drilled within the 330' of the HSU boundary. It is Oxy's responsibility as a prudent operator to optimize the section's well spacing and minimize reserves left in the ground. Placing the wells within the setback, allows for the optimal horizontal well spacing that has been determined to maximize the recoverable reserves while minimizing production damage to nearby wells.

Sincerely,

Sushmitha Chakka

Sushmitha Chakka
Development Engineer
Sushmitha_Chakka@oxy.com

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

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

CONDITIONS

Action 580290

CONDITIONS

Operator: OXY USA INC P.O. Box 4294 Houston, TX 772104294	OGRID: 16696
	Action Number: 580290
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	5/28/2026