STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF APPLICATION OF SCO PERMIAN, LLC FOR A SPECIAL DEPTH BRACKET ALLOWABLE FOR THE GOODWIN-ABO POOL, LEA COUNTY, NEW MEXICO

CASE NO.: 23769 ORDER NO.: R-23337

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through its Hearing Examiner on September 7, 2023, and after considering the testimony, evidence, and recommendation of the Hearing Officer and Technical Examiner, issues the following Order.

FINDINGS OF FACT

- 1. SCO Permian, LLC ("SCO") submitted an application ("Application") to establish a special depthbracket allowable for the Goodwin; Abo Pool (Pool code 28370) ("the Pool") allowable to 300 barrels of oil per day.
- 2. SCO is the operator of the Goodwin 30 State Well #1 (API 30-025-49193) a vertical well drilled at a location of 1745 feet from the south line and 780 feet from the west line of Section 30, Township 18 South, Range 37 East, Lea County, New Mexico ("Well").
- 3. At the September 7, 2023, Hearing, SCO presented evidence by affidavit in support of its Application which was admitted as evidence without objection.
- 4. The evidence shows that the Well was completed in October 2021, and is capable of producing above the Pool's current allowable without causing damage to the reservoir and without causing surface or underground waste.

CONCLUSIONS OF LAW

- 5. OCD has jurisdiction to issue this Order pursuant to NMSA 1978 § 70-2-16.
- 6. SCO is an operator in the Pool.
- 7. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.

ORDER

8. The Application to increase the Goodwin; Abo Pool (Pool code 28370) allowable to 300 barrels of oil per day is herby approved.

- 9. Any other well or Operator seeking to utilize the increased allowable must file a written request with OCD via a sundry, upon approval of the sundry by OCD the Operator may utilize the increased allowable.
- 10. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

Date: 8/28/2024

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

GERASIMOS RAZATOS DIRECTOR (Acting)

GR/jag