

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



April 6, 2017

Cimarex Energy Company
Attn: Ms. Zoe Leese

ADMINISTRATIVE NON-STANDARD PRORATION UNIT ORDER

Administrative Order NSP-2061

Cimarex Energy Company
OGRID 215099
Medwick 32 Federal Com. Well No. 8H
API No. 30-015-42173

Pool: WC-015 G-04 S262625B; Bone Spring (Pool Code 98018)
Pool Rules: Division Rule, 19.15.15.9A NMAC 40-Acre Units, 330 foot setbacks

Proposed Project Area:

Township 26 South, Range 27 East, NMPM, Eddy County, New Mexico-223.23-Acres
Section 29: W/2 E/2
Section 32: Lot 2 and NW/4 NE/4

Proposed Non-Standard Spacing and Proration Unit(s):

Lot 2 Section 32 23.23 Acres 58% of Standard

Reference is made to your application received on February 16, 2017 and to Division records for the proposed well.

You have requested approval of a non-standard oil spacing and proration unit described above. **This spacing and proration unit is necessitated by a variation in the legal subdivision of the United States public land surveys.**

You have made application and provided notice as required in 19.15.15.11B. NMAC and 19.15.4.12.A(3) NMAC.

It is also understood that since no acreage is being excluded in the project area, no interest owner is affected; therefore, notification is not required.

The above described non-standard oil spacing and proration unit is hereby approved and may be combined into the proposed project area for the subject horizontal well.

Administrative Order NSP-2061

Cimarex Energy Company

April 6, 2017

Page 2 of 2

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

A handwritten signature in black ink, appearing to read "David R. Catanach". The signature is fluid and cursive, with a large initial "D" and "C".

David Catanach

Director

DRC/mam

cc: Oil Conservation Division – Artesia
Bureau Land Management - Carlsbad