## New Mexico Energy, Minerals and Natural Resources Department

## Bill Richardson

Governor

Jon Goldstein
Cabinet Secretary

Jim Noel
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



February 9, 2010

Mr. James Bruce P.O. Box 1056 Santa Fe, NM 87504

**Administrative Order NSL-6152** 

Re: Cimarex Energy Co. of Colorado State A 14 Well No. 1 API No. 30-015-23041 1325 feet FNL and 2303 feet FEL Unit G, Section 14-19S-29E Eddy County, New Mexico

Dear Mr. Bruce:

Reference is made to the following:

- (a) your application (administrative application reference No. pTGW10-02258228) submitted to the New Mexico Oil Conservation Division (the Division) in Santa Fe, New Mexico, on behalf of Cimarex Energy Co. of Colorado [OGRID 162683] (Cimarex), on January 22, 2010, and
  - (b) the Division's records pertinent to this request.

Cimarex has requested to recomplete the above-referenced well in the Wolfcamp formation at an unorthodox oil well location, described above in the caption of this letter. The SW/4 NE/4 of Section 14 will be dedicated to this well in order to form a standard 40-acre spacing unit in the undesignated North Parkway-Wolfcamp Pool (96517). This pool is governed by statewide Rule 15.9.A, which provides for 40-acre units, with wells located at least 330 feet from a unit outer boundary. This location is less than 330 feet from the northern unit boundary.

Your application on behalf of Cimarex has been duly filed under the provisions of Division Rules 15.13 and 4.12.A(2).

It is our understanding that you are seeking this location in order to utilize an existing wellbore.



February 9, 2010 Page 2

It is also understood that notice of this application to offsetting operators or owners is unnecessary due to common ownership.

Pursuant to the authority conferred by Division Rule 15.13.B, the above-described unorthodox location is hereby approved.

This approval is subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 5.9.

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

Sincerely,

Mark E. Fesmire, P.E.

Director

MEF/db

cc: New Mexico Oil Conservation Division – Artesia

15.7·

New Mexico State Land Office