

State of New Mexico
Energy, Minerals and Natural Resources Department

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Ms. Deana M. Bennett
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Administrative Order NSP - 2156

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Cimarex Energy Co. [OGRID 215099]

Tar Heel 19 18 7 Federal Well No. 5H [API No. 30-015-PENDING]

Tar Heel 19 18 7 Federal Well No. 6H [API No. 30-015-PENDING]

Tar Heel 19 18 7 Federal Well No. 21H [API No. 30-015-PENDING]

Tar Heel 19 18 7 Federal Well No. 23H [API No. 30-015-PENDING]

Tar Heel 19 18 7 Federal Well No. 24H [API No. 30-015-PENDING]

Tar Heel 19 18 7 Federal Well No. 20H [API No. 30-015-46567]

Tar Heel 19 18 7 Federal Well No. 01H [API No. 30-015-46560]

Located in Section 19, Section 18, Section 07, T26S R30E, Eddy County

Reference is made to your application received on April 26th, 2023.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
W/2 of Section 19	801.73	Wildcat; Bone Spring	98211
W/2 of Section 18			
SW/4 of Section 07			

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter - quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(1) NMAC.

We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Eddy County, New Mexico.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are to be being included.

1220 South St. Francis Drive • Santa Fe, New Mexico 87505
Phone (505) 476-3441 • Fax (505) 476-3462 • www.emnrd.state.nm.us

NSP - 2156
Cimarex Energy Co.
Page 2 of 2

You have requested this non-standard horizontal spacing unit in order to efficiently locate surface facilities, to reduce surface disturbance, to consolidate roads, tanks and pipelines all within the SW/4 of Section 7, W/2 of Section 18 and the W/2 of Section 19. Therefore, reducing waste while protecting correlative rights within the referenced Horizontal Spacing Unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following e-mail address: ocd.engineer@emnrd.nm.gov of notice for additional wells.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

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



DYLAN M. FUGE
DIRECTOR
DMF/lrl

Date: 5/25/2023

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CONDITIONS

Action 221226

CONDITIONS

Operator: CIMAREX ENERGY CO. 6001 Deauville Blvd Midland, TX 79706	OGRID: 215099
	Action Number: 221226
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	5/26/2023