

State of New Mexico
Energy, Minerals and Natural Resources Department

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Mr. Roni Mathew
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Administrative Order NSP - 2161

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

OXY USA INC. [OGRID 16696]

Nimitz MDP1 13 1 Federal Com Well No. 175H [API No. 30-015-5377]

Nimitz MDP1 13 1 Federal Com Well No. 313H [API No. 30-015-5378]

**Located in E/2 E/2 of Section 13, E/2 E/2 of Section 12 and E/2 E/2 of Section 01
T24S, R30E, Eddy County, New Mexico**

Reference is made to your application received on June 20th, 2023.

You have requested approval of a non-standard horizontal spacing unit as follows:

Proposed Decreased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
E/2 E/2 of Section 13	479.99	Purple Sage; Wolfcamp	98220
E/2 E/2 of Section 12			
E/2 E/2 of Section 01			

Area of Exclusion:

Description	Acres
W/2 E/2 of Section 13	479.96
W/2 E/2 of Section 12	
W/2 E/2 of Section 01	

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal gas spacing unit comprising 479.99 acres, consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(3) NMAC.

We understand that you are seeking this exception in order to allow you to create a 479.99 acre, non-standard horizontal spacing unit, comprised of the proposed Horizontal Spacing Unit referenced above.

NSP - 2161
OXY USA INC.
Page 2 of 2

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 being excluded.

You have requested this non-standard horizontal spacing unit in order reduce equipment, to reduce on site emissions and to allow for the efficient spacing of horizontal wells within the Wolfcamp formation. Thereby, preventing waste underlying the E/2 E/2 of Section 13, the E/2 E/2 of Section 12 and the E/2 E/2 Section 01, all while protecting the 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: 7/24/2023

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

CONDITIONS

Action 247029

CONDITIONS

Operator: OXY USA INC P.O. Box 4294 Houston, TX 772104294	OGRID: 16696
	Action Number: 247029
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	8/2/2023