**NSL - 8775** 

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

Revised March 23, 2017

ID NO. 352743

06/10/24

REVIEWER:

TYPE:

APP NO:

pLEL2419437876

## **NEW MEXICO OIL CONSERVATION DIVISION**

- Geological & Engineering Bureau – 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPL THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE	ICATION CHECKLIST  E APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
regulations which require processin	ig at the division level in Santa Fe
Applicant: Cimarex Energy Co.	OGRID Number: 215099
Well Name: James 20-29 Federal Com 42H	API: 30-025-52015
Pool: Sand Dune; Bone Spring, South Pool	Pool Code: 53805
SUBMIT ACCURATE AND COMPLETE INFORMATION INDICATE	
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Dec NSL NSP (PROJECT AREA)	
B. Check one only for [1] or [1]  [1] Commingling – Storage – Measurement  DHC CTB PLC PC  [11] Injection – Disposal – Pressure Increase  WFX PMX SWD IPI	Ols Olm
2) NOTIFICATION REQUIRED TO: Check those which A. Offset operators or lease holders  B. Royalty, overriding royalty owners, reven C. Application requires published notice  D. Notification and/or concurrent approva  E. Notification and/or concurrent approva  F. Surface owner  G. For all of the above, proof of notification H. No notice required	FOR OCD ONLY  Notice Complete  Application Content Complete
3) <b>CERTIFICATION:</b> I hereby certify that the informat administrative approval is <b>accurate</b> and <b>comple</b> understand that <b>no action</b> will be taken on this a notifications are submitted to the Division.	ete to the best of my knowledge. I also
Note: Statement must be completed by an individ	dual with managerial and/or supervisory capacity.
	June 10, 2024
Deana M. Bennett	Date
Print or Type Name	
5. 1,760 1.6116	5058481834
1 / 0 am = 1 / B / A	Phone Number

Signature

Phone Number

deana.bennett@modrall.com
e-mail Address



June 10, 2024

VIA E-FILING

Deana M. Bennett 505.848.1834 dmb@modrall.com

Director Dylan Fuge

And

OCD Engineering Bureau
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

RE: Application of Cimarex Energy Co. for administrative approval of unorthodox well location for its James 20-29 Federal Com 42H well located in the E/2 W/2 of Sections 20 and 29, Township 23 South, Range 32 East, Lea County, New Mexico

Dear Director Fuge/OCD Engineering Bureau:

Pursuant to Division rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC, Cimarex Energy Co. ("Cimarex") (OGRID 215099) seeks administrative approval of an unorthodox well location ("NSL") for its James 20-29 Federal Com 42H well (API No. 30-025-52015) (the "Well"). The Well will be located in a 320-acre, more or less, standard spacing unit underlying the E/2 W/2 of Sections 20 and 29, Township 23 South, Range 32 East, Lea County, New Mexico, and will be in the Sand Dunes; Bone Spring, South Pool (Pool Code: 53805). A C-102 for the Well is attached as Exhibit A.

The Sand Dunes; Bone Spring, South Pool is an oil pool subject to the state-wide rules, which establish a 330' setback requirement for oil wells. The Well's completed lateral will be closer than 330' from the outer boundary of the spacing unit, which requires an NSL approval. As shown on Exhibit A, this is a horizontal well that will be drilled as follows:

- Surface Hole Location: 280' FNL & 840' FWL of Section 20-T23S-R32E;
- First Take Point: 100' FNL & 1386' FWL of Section 20-T23S-R32E;
- <u>Last Take Point/Bottom Hole Location</u>: 100' FSL & 1386' FWL of Section 29-T23S-R32E.

Cimarex has included as Exhibit B a letter explaining why this application is needed. Cimarex also provides a map of the area, attached as Exhibit C, which shows the tracts upon which the unorthodox location will encroach.

Modrall Sperling Roehl Harris & Sisk P.A.

500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel: 505.848.1800 www.modrall.com As discussed above, the completed lateral of the Well is proposed to be closer than 330' from the boundary of the spacing unit. *See* Exhibit A (C-102). The unorthodox location will encroach towards the W/2 W/2 of Sections 20 and 29, Township 23 South, Range 32 East. The unorthodox location will also encroach towards the N/2 NW/4 of Section 32, Township 23 South, Range 32 East, and the S/2 SW/4 of Section 17, Township 23 South, Range 32 East.

Attached as Exhibit C is proof of mailing, along with a copy of the notice letter sent to affected parties. Exhibit C.1 is a tract map showing the offsetting tracts. Exhibit C-2 is a list of operators, or where Cimarex is the operator a list of working interest owners, to whom Cimarex is providing notice, through its undersigned counsel, pursuant to Rule 19.15.4.12(A)(2) and Rule 19.15.2.7(A)(3). Cimarex is also providing notice to the Bureau of Land Management and the New Mexico State Land Office.

Your attention to this matter is appreciated.

N/ Vavi

Attorneys for Cimarex Energy Co.

**EXHIBIT** 

ONAL

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 Prione: (575) 393-6161 Pax: (575) 393-0720 <u>District II</u> 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

### State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

### WELL LOCATION AND ACREAGE DEDICATION PLAT

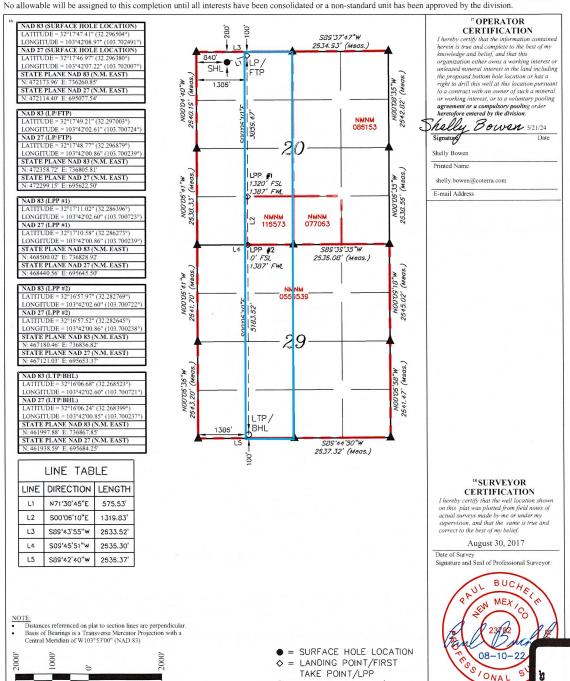
<sup>1</sup> API Number	<sup>2</sup> Pool Code	<sup>3</sup> Pool Name	ng, South
30-025-52015	53805	Sand Dunes; Bone Sprii	
<sup>4</sup> Property Code	JAMES 20	6 Well Number 42H	
<sup>7</sup> OGRID №.		perator Name	9 Elevation
215099		EX ENERGY CO.	3679.8'

#### Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	20	23S	32E		280	NORTH	840	WEST	LEA

### "Bottom Hole Location If Different From Surface

UL	or lot no. N	Section 29	Township 23S	Range 32E	Lot Idn	Feet from the 100	North/South line SOUTH	Feet from the 1386	East/West line WEST	County LEA
12 I	Dedicated Acre 320	es 13	Joint or Infill	14 Conso	olidation Code	15 Order No.				



O = LAST TAKE POINT/ BOTTOM HOLE LOCATION = SECTION CORNER LOCATED

DRAWN BY: D.M.C. 08-10-22 Released to Imaging: 8/21/2024 4:32:31 PM

SCALE

Cimarex Energy Co.

6001 Deauville Blvd

Suite 300 N

Midland, TX 79706

MAIN 432.571.7800



June 5, 2024

### VIA E-FILING

Acting Director Dylan M. Fuge and OCD Engineering Bureau Oil Conservation Division Energy, Minerals and Natural Resources Department 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: Non-Standard Location Application James 20-29 Fed Com 42H well Lea County, New Mexico

Dear Director Fuge/OCD Engineering Bureau:

Cimarex Energy Co. ("Cimarex"), OGRID Number 215099, respectfully requests administrative approval of a non-standard location ("NSL") for the following well (the "Well"):

• James 20-29 Fed Com 42H well (API No. 30-025-52015).

The Well will be completed within the Sand Dunes; Bone Spring, South pool (Pool Code: 53805).

Cimarex is requesting non-standard location approval for the Well because the completed interval of the Well will be less than 330' from the outer boundary of the horizontal spacing unit. The first and last take points for the Well are standard. Allowing Cimarex to complete the well at this non-standard location will result in the greatest recovery of reserves from the unit and will reduce waste.

Thank you for your consideration. Should you have any questions please contact me at Eddie.Behm@coterra.com or (432) 571-7865.

Sincerely,

Eddie Behm III

Senior Reservoir Engineer

Cimarex Energy Co.

Coterra Energy Inc.



Deana M. Bennett 505.848.1834

dmb@modrall.com



June 10, 2024

## VIA CERTIFIED MAIL

### TO AFFECTED PARTIES

RE: Application of Cimarex Energy Co. for administrative approval of unorthodox well location for its James 20-29 Federal Com 42H well located in the E/2 W/2 of Sections 20 and 29, Township 23 South, Range 32 East, Lea County, New Mexico

Dear Sir or Madam:

Enclosed is a copy of the above referenced application filed with the New Mexico Conservation Division on this date. Any objections that you have to these applications must be filed in writing with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, within twenty (20) days from the date the Division receives the above-referenced applications. If no objection is received within this twenty-day period, the applications may be approved administratively by the Division.

If you have any questions concerning this application, please contact:

Eddie Behm III Senior Reservoir Engineer Cimarex Energy Co. Coterra Energy Inc. Eddie.Behm@coterra.com

Sincerely,

Deana M. Bennett

Attorney for Cimarex Energy Co.

Modrall Sperling Roehl Harris & Sisk P.A.

500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel: 505.848.1800 www.modrall.com



### **PS Form 3877**

# Type of Mailing: CERTIFIED MAIL 06/10/2024

rle	ne Schu	man	PS	Form 3877				
Modrall Sperling Roehl Harris & Sisk P.A. 500 Fourth Street, Suite 1000 Albuquerque NM 87102 Line USPS Article Number		ling Roehl Harris & Sisk P.A.	Type of Mailing: CERTIFIED MAIL 06/10/2024				Firm Mailing Book ID: 26736	
L	Line	USPS Article Number	Name, Street, City, State, Zip	Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
	I	9314 8699 0430 0122 1302 07	Devon Energy Production Company, LP 333 West Sheridan Ave. Oklahoma City OK 73102	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	2	9314 8699 0430 0122 1302 14	Ball Oil and Gas, LLC PO Box 1401 Roswell NM 88202	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	3	9314 8699 0430 0122 1302 21	Barbara Gallivan 4744 Westminster Circle St Paul MN 55122	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	4	9314 8699 0430 0122 1302 38	Brenda J. Bryant 1961 La Cuesta Drive Santa Ana CA 92705	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	5	9314 8699 0430 0122 1302 45	Capitan Mountain Oil & Gas LLC PO Box 1401 Roswell NM 88202	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	6	9314 8699 0430 0122 1302 52	Cool Star, LLC PO Box 3354 Roswell NM 88202	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	7	9314 8699 0430 0122 1302 69	Earl A. Latimer, III 1908 W. 27th St. Roswell NM 88201	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	8	9314 8699 0430 0122 1302 76	EOG Resources, Inc. 5509 Champions Dr. Midland TX 79706	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	9	9314 8699 0430 0122 1302 83	H. Lee and Joanne W. Harvard Trust Jeffrey L. Harvard, trustee PO Box 936 Roswell NM 88202	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	10	9314 8699 0430 0122 1302 90	Harvard Petroleum Company, LLC PO Box 936 Roswell NM 88202	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	11	9314 8699 0430 0122 1303 06	Har-Vest LLC PO Box 936 Roswell NM 88202	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	12	9314 8699 0430 0122 1303 13	J4 Family Limited Partnership PO Box 936 Roswell NM 88202	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	13	9314 8699 0430 0122 1303 20		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	14	9314 8699 0430 0122 1303 37	Kimbrough Working Interests, LLC c/o PlainsCapital Bank, Agent 3707 Camp Bowie Blvd, Suite 220 Fort Worth TX 76107	\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
	15	9314 8699 0430 0122 1303 44		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003Jame Notice

Karlene Schuman Modrall Sperling Roehl Harris & Sisk P.A. 500 Fourth Street, Suite 1000 Albuquerque NM 87102

## **PS Form 3877**

# Type of Mailing: CERTIFIED MAIL 06/10/2024

Firm Mailing Book ID: 267369

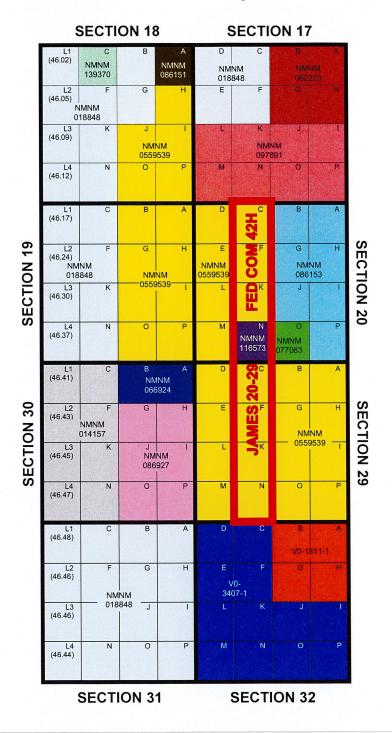
Line	USPS Article Number	Name, Street, City, State, Zip		Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
16	9314 8699 0430 0122 1303 51	Marker Petroleum, Inc. 4637 E. 91st St. Tulsa OK 74137		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
17	9314 8699 0430 0122 1303 68	Northern Oil and Gas, Inc. 4350 Baker Rd., Suite 400 Minnetonka MN 55343		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice 11522.0003James
18	9314 8699 0430 0122 1303 75	Patricia Darlene Rodak PO Box 2631 Roswell NM 88202		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
19	9314 8699 0430 0122 1303 82	Patrick J.F. Gratton PO Box 190599 Dallas TX 75219		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
20	9314 8699 0430 0122 1303 99	Robert J. Gallivan, Jr. 4744 Westminster Circle St. Paul MN 55122		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
21	9314 8699 0430 0122 1304 05	Steven Engwall 2707 Duval Dr. Dallas TX 75211		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
22	9314 8699 0430 0122 1304 12	Tumbler Energy Partners, LLC PO Box 50938 Midland TX 79710		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
23	9314 8699 0430 0122 1304 29	Veritas Permian Resources III, LLC PO Box 10850 Fort Worth TX 76114		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
24	9314 8699 0430 0122 1304 36	COG Operating LLC 600 W. Illinois Ave. Midland TX 79701		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
25	9314 8699 0430 0122 1304 43	Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
26	9314 8699 0430 0122 1304 50	New Mexico State Land Office PO Box 1148 Santa Fe NM 87504		\$1.87	\$4.40	\$2.32	\$0.00	11522.0003James Notice
			Totals:	\$48.62	\$114.40	\$60.32	\$0.00	
					Grand	Total:	\$223.34	

List Number of Pieces	Total Number of Pieces	Postmaster:	Dated:
Listed by Sender	Received at Post Office	Name of receiving employee	

## James 20-29 Fed Com 42H

Offset Ownership

T23S/R32E, LEA CO., NM



Section 17 Operator:	Devon Energy Production Company, LP (6137)	
W/2 Section 20 Operator:	Cimarex Energy Co. (215099); See Table for WI	
W/2 Section 29 Operator:	Cimarex Energy Co. (215099); See Table for WI	
7	COG Operating LLC (229137)	
W/2 Section 32 Operator:	Harvard Petroleum Company, LLC (10155)	



# James 20-29 Fed Com 42H

# $Offset\ Ownership-Notice\ Table$

Offsetting Section:	Operator:	Working Interest Owner(s) – N/A if Cimarex is NOT Operator:	Address(es):	Notice Sent:
Section 17, T23S/R32E	Devon Energy Production Company, L.P. (6137)	N/A	Devon Energy Production Company, L.P. 333 West Sheridan Ave. Oklahoma City, OK 73102	6/10/2024
		Ball Oil and Gas, LLC	Ball Oil and Gas, LLC P.O. Box 1401 Roswell, NM 88202	6/10/2024
		Barbara Gallivan	Barbara Gallivan 4744 Westminster Circle St. Paul, MN 55122	6/10/2024
		Brenda J. Bryant	Brenda J. Bryant 1961 La Cuesta Drive Santa Ana, CA 92705	6/10/2024
		Capitan Mountain Oil & Gas, LLC	Capitan Mountain Oil & Gas, LLC P.O. Box 1401 Roswell, NM 88202	6/10/2024
		Cool Star, LLC	Cool Star, LLC P.O. Box 3354 Roswell, NM 88202	6/10/2024
		Earl A. Latimer, III	Earl A. Latimer, III 1908 W. 27th St. Roswell, NM 88201	6/10/2024
		EOG Resources, Inc.	EOG Resources, Inc. 5509 Champions Dr. Midland, TX 79706	6/10/2024
		H. Lee and Joanne W. Harvard Trust, Jeffrey L. Harvard, Trustee	H. Lee and Joanne W. Harvard Trust, Jeffrey L. Harvard, Trustee P.O. Box 936 Roswell, NM 88202	6/10/2024
		Harvard Petroleum Company, LLC	Harvard Petroleum Company, LLC P.O. Box 936 Roswell, NM 88202	6/10/2024
W/2 W/2 Sections	Cimarex Energy Co. (215099)	Har-Vest LLC	Har-Vest LLC P.O. Box 936 Roswell, NM 88202	6/10/2024
20 and 29, T23S/R32E		J4 Family Limited Partnership	J4 Family Limited Partnership P.O. Box 936 Roswell, NM 88202	6/10/2024
		Kathryn S. Latimer	Kathryn S. Latimer 1908 W. 27th St. Roswell, NM 88201	6/10/2024
		Kimbrough Working Interests, LLC c/o PlainsCapital Bank, Agent	Kimbrough Working Interests, LLC c/o PlainsCapital Bank, Agent 3707 Camp Bowie Blvd., Suite 220 Fort Worth, TX 76107	6/10/2024
		Larry G. Engwall	Larry G. Engwall 1961 La Cuesta Drive Santa Ana, CA 92705	6/10/2024
		Marker Petroleum, Inc.	Marker Petroleum, Inc. 4637 E. 91st St. Tulsa, OK 74137	6/10/2024
		Northern Oil and Gas, Inc.	Northern Oil and Gas, Inc. 4350 Baker Rd., Suite 400 Minnetonka, MN 55343	6/10/2024
		Patricia Darlene Rodak	Patricia Darlene Rodak P.O. Box 2631 Roswell, NM 88202	6/10/2024
		Patrick J.F. Gratton	Patrick J.F. Gratton P.O. Box 190599 Dallas, TX 75219	6/10/2024
		Robert J. Gallivan, Jr.	Robert J. Gallivan, Jr. 4744 Westminster Circle St. Paul, MN 55122	6/10/2024
		Steven Engwall	Steven Engwall 2707 Duval Dr. Dallas, TX 75211	6/10/2024
		EXHIBIT		•

EXHIBIT

		Tumbler Energy Partners, LLC	Tumbler Energy Partners, LLC P.O. Box 50938 Midland, TX 79710	6/10/2024
		Veritas Permian Resources III, LLC	Veritas Permian Resources III, LLC P.O. Box 10850 Fort Worth, TX 76114	6/10/2024
W/2 Section 32.	COG Operating LLC (229137)	N/A	COG Operating LLC 600 W Illinois Ave Midland, TX 79701	6/10/2024
T23S/R32E	Harvard Petroleum Company, LLC (10155)	IN/A	Harvard Petroleum Company, LLC P.O. Box 936 Roswell, NM 88202	6/10/2024

# Government Agency(ies) Receiving Notice:

Offsetting Mineral Ownership:	Address(es):	Notice Sent:
Federal (Sections 17, 20, and 29)	Bureau of Land Management 301 Dinosaur Trail Santa Fe, NM 87508	6/10/2024
State (Section 32)	New Mexico State Land Office P.O. Box 1148, Santa Fe, NM 87504	6/10/2024

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 352743

### **CONDITIONS**

Operator:	OGRID:
CIMAREX ENERGY CO.	215099
6001 Deauville Blvd	Action Number:
Midland, TX 79706	352743
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

#### CONDITIONS

Created By		Condition Date
llowe	None	6/12/2024