# State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham

Governor

Melanie A. Kenderdine Cabinent Secretary

Albert C.S. Chang Division Director Oil Conservation Division SAFE OF NEW MEXICO

**Ben Shelton**Deputy Secretary

Erin Taylor
Deputy Secretary

Deana M. Bennett deana.bennett@modrall.com

# ADMINISTRATIVE NON-STANDARD LOCATION

**Administrative Order NSL - 9003** 

Cimarex Energy Co. of Colorado [OGRID 162683] Laguna Grande 29 28 Federal Com Well No. 9H API No. 30-015-PENDING

Reference is made to your application received on June 17<sup>th</sup>, 2025.

#### **Proposed Location**

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	1736 FNL & 734 FWL	Е	29	23S	29E	Eddy
First Take Point	331 FNL & 100 FWL	D	29	23S	29E	Eddy
Last Take Point/	331 FNL & 100 FEL	A	28	23S	29E	Eddy
Terminus						

#### **Proposed Horizontal Gas Units**

Description	Acres	Pool	Pool Code
Section 29	1280	Purple Sage; Wolfcamp, Gas	98220
Section 28			

You have requested to complete this horizontal well described above in the referenced pool or formation. This well is governed by special rules R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line. The completed intervals of horizontal wells are to be located no closer than 330 feet to the exterior boundary of a standard 320 - acre spacing unit.

Administrative Order NSL - 9003 Cimarex Energy Co. of Colorado Page 2 of 2

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

The well's completed interval is as close as 100 feet to the western and eastern boundary of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 30, encroachment to the NE/4 Section 27, encroachment to the NW/4

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 towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location to allow for efficient well spacing of horizontal wells within the Wolfcamp formation underlying all of Section 29 and all of Section 28, thereby preventing waste.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per Subsection B of 19.15.15.13 NMAC, Division approves this unorthodox location.

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.

Date: 7/25/2025

Albert C.S. Chang, PE

Albert Chang

**Division Director** 

AC/lrl

NSL - 9003

ID	NO.	476000
ID	NO.	476000

06/17/25

TYPE: REVIEWER:

APP NO:

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

# NEW MEXICO OIL CONSERVATION DIVISION

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



Revised March 23, 2017

1220 South St. Francis Drive,	santa Fe, NM 8/505
ADMINISTRATIVE APPLI	
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE / REGULATIONS WHICH REQUIRE PROCESSING	
Applicant: Cimarex Energy Co. of Colorado	OGRID Number: 162683
Well Name: Laguna Grande 29-28 Fed Com 9H	API: Pending
Purple Sage; Wolfcamp (Gas)	Pool Code: 98220
SUBMIT ACCURATE AND COMPLETE INFORMATION R INDICATED	
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Dediction – NSL NSP (PROJECT AREA)	
B. Check one only for [1] or [11]  [1] Commingling – Storage – Measurement  DHC CTB PLC PC  [11] Injection – Disposal – Pressure Increase –  WFX PMX SWD IPI	□OLS □OLM - Enhanced Oil Recovery □EOR □PPR
	FOR OCD ONLY
2) <b>NOTIFICATION REQUIRED TO:</b> Check those which o	apply. Notice Complete
A. Offset operators or lease holders  B. Royalty, overriding royalty owners, revenue C. Application requires published notice D. Notification and/or concurrent approval E. Notification and/or concurrent approval	by SLO  Application Content Complete
<ul><li>F. ☐ Surface owner</li><li>G. ☐ For all of the above, proof of notification</li><li>H. ☐ No notice required</li></ul>	or publication is attached, and/or,
3) <b>CERTIFICATION:</b> I hereby certify that the information administrative approval is <b>accurate</b> and <b>complet</b> understand that <b>no action</b> will be taken on this approval in the complet understand that <b>no action</b> will be taken on the continuous are submitted to the Division.	e to the best of my knowledge. I also
Note: Statement must be completed by an individu	ual with managerial and/or supervisory capacity.
	06/17/2025
Danie M. Danielli	Date
Deana M. Bennett	33.10
Print or Type Name	505-848-1834
1	Phone Number
$\lambda \cup \lambda \cup$	
TWWV V V V	deana.bennett@modrall.com
Signature	e-mail Address

Released to Imaging: 7/30/2025 1:02:06 PM



LAWYERS

June 17, 2025

VIA E-FILING

Deana M. Bennett 505.848.1834 dmb@modrall.com

Acting Director Gerasimos Razatos 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. of Colorado for administrative approval of unorthodox well location for its Laguna Grande 29-28 Fed Com 9H well located in a horizontal spacing unit comprised of Sections 28 and 29, Township 23 South, Range 29 East, Eddy County, New Mexico.

Dear Director Razatos/OCD Engineering Bureau:

Pursuant to Division rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC, Cimarex Energy Co. of Colorado ("Cimarex") (OGRID 162683) seeks administrative approval of an unorthodox well location ("NSL") for its Laguna Grande 29-28 Fed Com 9H well (API No. pending) (the "Well"). The Well will be located in a 1280-acre, more or less, spacing unit underlying Sections 28 and 29, Township 23 South, Range 29 East, Eddy County, New Mexico, and is in the Purple Sage; Wolfcamp (Gas) pool (Code 98220). A C-102 for the Well is attached as **Exhibit A**.

Approval of the unorthodox location will allow for efficient spacing of horizontal wells in the Wolfcamp formation and thereby prevent waste.

The horizontal spacing unit to which the Well will be dedicated is described as:

<b>Description</b>	Acres	Pool	Pool Code
Sections 28 & 29	1280	Purple Sage; Wolfcamp (Gas)	98220

<sup>&</sup>lt;sup>1</sup> Cimarex filed a non-standard unit application, along with a compulsory pooling application, for the non-standard unit in which the Well is located. That application in case number 25091 was heard by affidavit by the Division during its May 8, 2025 hearing docket.

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 The Purple Sage; Wolfcamp pool is a gas pool that is subject to special pool rules that establish a 330' setback requirement for the first and last take points of a well from the outer boundary of the spacing unit. The Well's **first and last take points** 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: 1736' FNL & 734' FWL (Unit E) of Section 29;
- Bottom Hole Location: 331' FNL & 100' FEL (Unit A) of Section 28.
- First Take Point: 331' FNL & 100' FWL (Unit D) of Section 29;
- Last Take Point: 331' FNL & 100' FEL (Unit A) of Section 28.

As discussed above, the Well's **first and last take points** will be closer than 330' from the outer boundary of the spacing unit. *See* Exhibit A (C-102). The unorthodox location for the Well's first take point will encroach towards the NE/4 of Section 30, Township 23 South, Range 29 East. The unorthodox location for the Well's last take point will encroach towards the NW/4 of Section 27, Township 23 South, Range 29 East. *See* Exhibit A (C-102). Cimarex provides a map of the area, attached as **Exhibit B**, which shows the tracts upon which the unorthodox location will encroach.

As shown on Exhibit B, Devon Energy is the operator of both the NE/4 of Section 30 and the NW/4 of Section 27. Chevron is also providing notice to the Bureau of Land Management. Proof of mailing, along with a copy of the notice letter sent to affected parties, is attached hereto as **Exhibit C**.

Your attention to this matter is appreciated.

Sincerely,

Deana M. Bennett

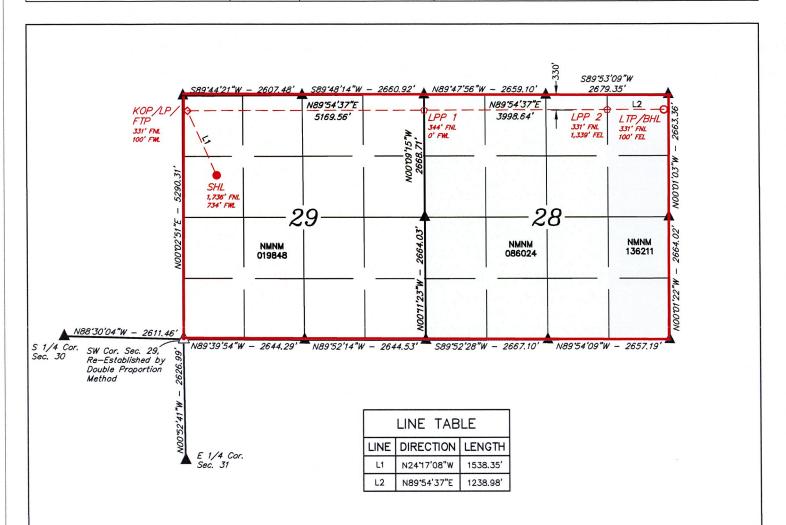
Attorney for Cimarex Energy Co. of

Colorado

<u>C-10</u>		State of New Mexico Energy, Minerals & Natural Resources Department				tment	Revised				
	Electronicall  Dermitting	У	OIL CONSERVATION DIVISION						☑ Initial Submitt	☑ Initial Submittal	
						Submitta Type:	l ☐ Amended Rep	ort			
								Type.	☐ As Drilled	***************************************	
WELL LOCAT						TION INFORMATION					
API Nu	mber		Pool Code	98220		Pool Name PURPLE SA	GE; WOLFCAMP (	GAS)		***************************************	
Propert	y Code		Property N	ame	LAC	GUNA GRANDE 29-28	FED COM		Well Number	ſ	
OGRID			Operator N	ame	CIMAR	EXENERGY CO. OF (	COLORADO		Ground Level Ele	evation	
Surface	162683 Owner: 🗆 S	State Fee	Tribal 🗹 Fe	deral		Mineral Owner:	State Fee [	□ Tribal 🔽		0	
					Surf	face Location					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (N.	AD 83)	Longitude (NAD 83)	County	
Е	29	23S	<b>2</b> 9E		1736 NORTH		32.2783	/	-104.013152°	EDDY	
					<del></del>	n Hole Location		<u> </u>		A	
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (N.		Longitude (NAD 83)		
A	28	23S	<b>2</b> 9E		331 NORTH	100 EAST	32.2823	322°	-103.981536°	EDDY	
Dedicar	ted Acres	Infill or Defi	ning Well	Defining	g Well API	Overlapping Spacin	ng Unit (Y/N)	Consolida	ation Code		
Order N	Numbers.	L			yakaya a a a a a a a a a a a a a a a a a	Well setbacks are u	nder Common (	Ownership	:□Yes□No		
				***************************************	V:-1. (						
UL	Section	Township	Range	Lot	Ft. from N/S	Off Point (KOP) Ft. from E/W	Latitude (N	AD 83)	Longitude (NAD 83)	County	
D	29	23S	<b>2</b> 9E		331 NORTH	100 WEST	32.2822		-104.015204°	EDDY	
					First T	ake Point (FTP)					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (N		Longitude (NAD 83)	County	
D	29	23S	29E		331 NORTH	100 WEST	32.2822	246°	-104.015204°	EDDY	
T TT	I a .:	T	T <sub>D</sub>	T.		ake Point (LTP)	1	1.D. 00)		G :	
UL A	Section 28	Township 23S	Range 29E	Lot	Ft. from N/S 331 NORTH	Ft. from E/W 100 EAST	Latitude (N 32.2823		Longitude (NAD 83) -103.981536°	EDDY	
Unitize	d Area or Ar	ea of Uniform l	Interest	Spacing	Unit Type □ Hori	zontal 🗆 Vertical	Grou	nd Floor El	evation:		
OPER.A	ATOR CERT	IFICATIONS				SURVEYOR CERTIF	FICATIONS				
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.				I hereby certify that the w surveys made by me or ut my belief.							
consent in each t interval	of at least one tract (in the tar will be located	lessee or owner o get pool or forma or obtained a co	of a working inte ation) in which a mpulsory poolin	erest or unlead any part of the ag order from	n has received the used mineral interest e well's completed n the division.			K	04-29-2! ONAL S	1 2 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	
Signatur	1	Denson	4/29/2 Date	2025		Signature and Seal of Prof	essional Surveyor				
Crystal	Denson					23782	March 10,				
Printed 1						Certificate Number	Date of Surve				
Crystal	.Denson@co	terra.com									

Sheet 1 of 2

Well Number Revised By Property Name Drawn By LAGUNA GRANDE 29-28 FED COM 9H L.M.W. 11-25-24 REV. 3 N.R. 04-29-25 (REMOVE DEDICATED ACREAGE)



NAD 83 (SURFACE HOLE LOCATION)	
LATITUDE = 32°16'42.22" (32.278395°)	
LONGITUDE = -104°00'47.35" (-104.013152°)	
NAD 27 (SURFACE HOLE LOCATION)	
LATITUDE = 32°16'41.78" (32.278273°)	
LONGITUDE = -104°00'45.58" (-104.012660°)	
STATE PLANE NAD 83 (N.M. EAST)	
N: 465160.54' E: 640289.09'	
STATE PLANE NAD 27 (N.M. EAST)	
N: 465101.21' E: 599105.83'	
NAD 83 (KOP/LP/FTP)	NAD 83 (LPP 1)
LATITUDE = 32°16'56.09" (32.282246°)	LATITUDE = 32°16'56.23" (32.282285°)
LONGITUDE = -104°00'54.74" (-104.015204°)	LONGITUDE = -103°59'54.53" (-103.998480°)
NAD 27 (KOP/LP/FTP)	NAD 27 (LPP 1)
LATITUDE = 32°16'55.65" (32.282124°)	LATITUDE = 32°16'55.79" (32.282163°)
LONGITUDE = -104°00'52.96" (-104.014712°)	LONGITUDE = -103°59'52.76" (-103.997989°)
STATE PLANE NAD 83 (N.M. EAST)	STATE PLANE NAD 83 (N.M. EAST)
N: 466559.79' E: 639650.65'	N: 466589.58' E: 644819.02'
STATE PLANE NAD 27 (N.M. EAST)	STATE PLANE NAD 27 (N.M. EAST)
N: 466500.44' E: 598467.43'	N: 466530.16' E: 603635.74'
NAD 83 (LPP 2)	NAD 83 (LTP/BHL)
LATITUDE = 32°16'56.33" (32.282313°)	LATITUDE = 32°16'56.36" (32.282322°)
LONGITUDE = -103°59'07.96" (-103.985544°)	LONGITUDE = -103°58'53.53" (-103.981536°)
NAD 27 (LPP 2)	NAD 27 (LTP/BHL)
LATITUDE = 32°16'55.89" (32.282191°)	LATITUDE = 32°16'55.92" (32.282200°)
LONGITUDE = -103°59'06.19" (-103.985053°)	LONGITUDE = -103°58'51.76" (-103.981045°)
STATE PLANE NAD 83 (N.M. EAST)	STATE PLANE NAD 83 (N.M. EAST)
N: 466612.62' E: 648816.75'	N: 466619.76' E: 650055.44'
STATE PLANE NAD 27 (N.M. EAST)	STATE PLANE NAD 27 (N.M. EAST)
N: 466553.20' E: 607633.45'	N: 466560.34' E: 608872.14'
11. 400333.20 E. 007033.43	11. 100000.51 D. 000072.11

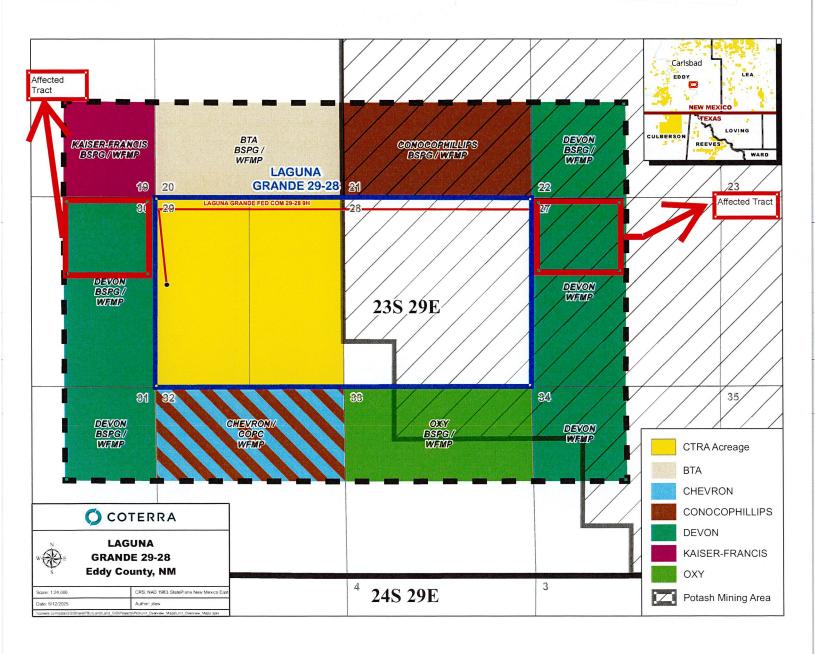


- = SURFACE HOLE LOCATION.
- = KICK OFF POINT/LANDING POINT/ FIRST TAKE POINT.
- = LAST TAKE POINT/BOTTOM HOLE LOCATION.
- = SECTION CORNER LOCATED.
- △ = SECTION CORNER RE-ESTABLISHED. (Not Set on Ground.)

- NOTE:

  Distances referenced on plat to section lines are perpendicular.
- Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00" (NAD 83)
  Colored areas within section lines represent Federal oil & gas leases.
- Section breakdown information for this plat may be obtained from Uintah Engineering & Land Surveying.

Well Name	FTP encroaches on	LTP encroaches on	
Laguna Grande 29-28 9H	NE/4 Section 30 (Devon)	NW/4 Section 27 (Devon)	







June 17, 2025

# **VIA CERTIFIED MAIL**

Deana M. Bennett 505.848.1834 dmb@modrall.com

#### TO AFFECTED PARTIES

Re: Application of Cimarex Energy Co. of Colorado for administrative approval of unorthodox well location for its Laguna Grande 29-28 Fed Com 9H, Laguna Grande 29-28 Fed Com 10H, Laguna Grande 29-28 Fed Com 11H, Laguna Grande 29-28 Fed Com 12H, Laguna Grande 29-28 Fed Com 13H, Laguna Grande 29-28 Fed Com 14H, Laguna Grande 29-28 Fed Com 15H, and Laguna Grande 29-28 Fed Com 16H wells located in a horizontal spacing unit comprised of Sections 28 and 29, Township 23 South, Range 29 East, Eddy County, New Mexico.

#### Dear Sir or Madam:

Enclosed is a copy of the above referenced applications filed with the New Mexico Conservation Division on this date. Any objections that you have to this application 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.

Sincerely,

Deana M. Bennett

Attorney for Cimarex Energy Co. of

Decra H Bennett

Colorado

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

EXHIBIT

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	RR Fee	\$2.62	\$2.62	\$5.24	Fotal:
ت	Service Fee RR Fee	\$4.85	\$4.85	89.70	Grand Total:
7 FIED MAI	Postage	\$3.43	\$3.43	\$6.86	
PS Form 3877 Type of Mailing: CERTIFIED MAIL 06/17/2025				Totals:	
	Name, Street, City, State, Zip	Devon Energy 333 West Sheridan Ave. Oklahoma City OK 73102	United States of America Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508		
Nepsel Schuman  Modrall Sperling Roehl Harris & Sisk P.A.  o 500 Fourth Street, Suite 1000  Albuquerque NM 87102	USPS Article Number	9314 8699 0430 0136 4003 96 Devon Energy 333 West Sher Oklahoma Cit	9314 8699 0430 0136 4004 02		
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Dated:	
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Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Action 476000

#### **CONDITIONS**

Operator:	OGRID:
CIMAREX ENERGY CO. OF COLORADO	162683
6001 Deauville Blvd	Action Number:
Midland, TX 79706	476000
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

#### CONDITIONS

Created	Condition	Condition
Ву		Date
llowe	This NSL order was approved with a pending API number well. The owner of the NSL shall update the OCD when an API number is assigned to the pending APD well by sending an e-mail to ocd.engineer@emnrd.nm.gov. TITLED: (Updating NSL-XXX with API number of the Well Name).	7/30/2025