State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Melanie A. Kenderdine Cabinet Secretary

Dylan M. Fuge Deputy Secretary

Ms. Deana M. Bennett deana.bennett@modrall.com **Dylan M. Fuge**, Division Director (Acting) Oil Conservation Division



Administrative Order NSP – 2195

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Avant Operating, LLC [OGRID 330396]

Little Betty 20 Well No. 701H [API No. 30-015-PENDING] Little Betty 20 Well No. 702H [API No. 30-015-PENDING] Little Betty 20 Well No. 703H [API No. 30-015-PENDING] Little Betty 20 Well No. 704H [API No. 30-015-PENDING] N/2 & N/2 S/2 of Section 20, T21S R28E, Eddy County

Reference is made to your application received on March 26th, 2024.

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
N/2 & N/2 S/2 Section 21	480	Lone Tree Draw; Wolfcamp	97208

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a nonstandard 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.

NSP - 2195 Avant Operating, LLC 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 to be being included.

It is requested that a non-standard horizontal spacing unit is needed in order to allow for efficient development, to minimize surface disturbance, to commingle production of existing/future wells and to protect the correlative rights within the Bonespring formation. Thereby, preventing waste underlying N/2, N/2 S/2 of Section 20.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the abovedescribed **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 email address: <u>ocd.engineer@emnrd.nm.gov</u> 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 (ACTING) DMF/lrl

Date: 6/5/24

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

District IV 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

Operator:	OGRID:
Avant Operating, LLC	330396
1515 Wynkoop Street	Action Number:
Denver, CO 80202	351715
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)
	-

CONDITIONS

Created By		Condition Date
llowe	None	6/6/2024

Page 3 of 3

Action 351715