

State of New Mexico
Energy, Minerals and Natural Resources Department

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Albert C.S. Chang
Division Director
Oil Conservation Division



Brian Wood
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ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 9222

**SCO Permian, LLC [OGRID 330782]
Teague 16 State Well No. 3
API No. 30-025-22639**

Reference is made to your application received on December 15th, 2025.

Location; Vertical Well

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
SHL/BHL	329 FSL & 990 FWL	M	16	23S	37E	Lea

Proposed Unit

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
SW/4 SW/4 Section 16	40	Teague; Glorieta-Upper Paddock, SW	58595

This vertical well was drilled at an unorthodox oil well location described above in the referenced pool or formation. This location is governed by statewide rules, which provides for 40-acre units, with wells to be located at least 330 from the QTR/QTR line.

Administrative Order NSL - 9222
SCO Permian, LLC
Page 2 of 2

This well's completed interval is as close as 329 feet to the southern boundary. Encroachment will impact the following tracts.

Section 21, encroachment to the NW/4 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 that you are seeking this orthodox location in order to recover additional reserves and prevent waste within the Glorieta formation underlying the SW/4 SW/4 of Section 16.

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



Albert C.S. Chang
Division Director
AC/lrl

Date: 1/19/2026

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General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/oecd/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 544767

CONDITIONS

Operator: SCO PERMIAN, LLC 5728 NW 132nd Street Oklahoma City, OK 73142	OGRID: 330782
	Action Number: 544767
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	1/20/2026