

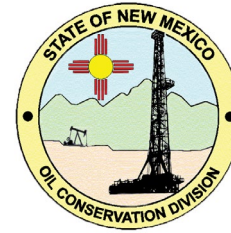
State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham
Governor

Erin Taylor
Acting Cabinet Secretary

Ben Shelton
Deputy Secretary

Albert C.S. Chang
Division Director
Oil Conservation Division



Sarah C. Savino
ssavino@spurenergy.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL – 9266

**Spur Energy Partners, LLC [OGRID 328947]
Garrison 17 Federal Com Well No. 70H
API No. 30-015-PENDING**

Reference is made to your application received on February 2nd, 2026.

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	1868 FSL & 760 FWL	L	16	17S	31E	Eddy
First Take Point	2500 FSL & 100 FEL	I	17	17S	31E	Eddy
Last Take Point	2500 FSL & 1420 FWL	K	17	17S	31E	Eddy
Terminus	2500 FSL & 1370 FWL	K	17	17S	31E	Eddy

Proposed NSL Horizontal Unit

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
N/2 SE/4 & NE/4 SW/4 Section 17	120	Cedar Lake; Glorieta-Yeso	96831

You have requested to drill this horizontal well at an unorthodox well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator dedicate a horizontal well at a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter - quarter section or equivalent. 19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the

Administrative Order NSL – 9266
Spur Energy Partners, LLC
Page 2 of 2

completed interval to any outer boundary of the horizontal spacing unit, measured along a line perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 330 feet for an **oil** well. 19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal well shall be no closer than 100 feet for a well within the horizontal plane, to any outer boundary of the horizontal spacing unit.

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 Take Points referenced above, within the described Horizontal Spacing Unit.

This well's completed interval is as close as 140 feet to the northern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 17, encroachment to the S/2 NE/4 & SE/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 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

The Division understands you are seeking this unorthodox location to allow for efficient spacing of horizontal wells within the Cedar Lake; Glorieta-Yeso formation underlying the N/2 SE/4 & NE/4 SW/4 Section 17 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 19.15.15.13 (B) 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 the Division deems necessary.



Albert C.S. Chang
Division Director
AC/lrl

Date: 3-13-2026

ID NO. 548998

NSL - 9266

RECEIVED: 02/02/26	REVIEWER:	TYPE:	APP NO:
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: SPUR ENERGY PARTNERS LLC **OGRID Number:** 328947
Well Name: GARRISON 17 FEDERAL COM 70H **API:** 30-015-PENDING
Pool: CEDAR LAKE; GLORIETA-YESO **Pool Code:** 96831

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
 A. Location - Spacing Unit - Simultaneous Dedication
 NSL NSP (PROJECT AREA) NSP (PRORATION UNIT) SD
- B. Check one only for [I] or [II]
 [I] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM
 [II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
 A. Offset operators or lease holders
 B. Royalty, overriding royalty owners, revenue owners
 C. Application requires published notice
 D. Notification and/or concurrent approval by SLO
 E. Notification and/or concurrent approval by BLM
 F. Surface owner
 G. For all of the above, proof of notification or publication is attached, and/or,
 H. No notice required

<u>FOR OCD ONLY</u>	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	Application Content Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

SARAH C SAVINO

Print or Type Name

Sarah Savino

Signature

FEBRUARY 2, 2026

Date

832-930-8613

Phone Number

SSAVINO@SPUREENERGY.COM

e-mail Address



February 2, 2026

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Attention: Leonard Lowe

RE: ***Application for Administrative Approval of Non- Standard Location
Garrison 17 Federal Com 70H – Cedar Lake; Glorieta-Yeso (96831)
Surface Hole – 1868’ FSL 760’ FWL Unit L Sec 16 T17S R31E
First Take Point – 2500’ FSL 100’ FEL Unit I Sec 17 T17S R31E
Last Take Point – 2500’ FSL 1420’ FWL Unit K Sec 17 T17S R31E
Bottom Hole – 2500’ FSL 1370’ FWL Unit K Sec 17 T17S R31E
Proration Unit – Units K, J and I Sec 17 T17S R31E
Affected Tracts – Units F, G and H Sec 17 T17S R31E
Eddy County, New Mexico***

Dear Mr. Lowe:

Spur Energy Partners LLC respectfully requests administrative approval of a non-standard location for the Garrison 17 Federal Com 70H well, API Number 30-015-Pending, Property Code Pending. The 70H well is to be completed in the Cedar Lake; Glorieta-Yeso pool, Pool Code 96831.

The Garrison 17 Federal Com 70H well will be dedicated to a 120-acre horizontal spacing unit comprising of Units K, J and I of Section 27, Township 17 South, Range 31 East.

This well is encroaching towards the northern boundary of the horizontal spacing unit, Units F, G and H of Section 17, Township 17 South, Range 31 East (map attached).

Approval of the unorthodox, completed interval will allow for efficient spacing of horizontal wells and thereby prevent waste.

To support this request, the following information has been submitted for your review:

1. Application Checklist
2. C-102 Plat for proposed well and an additional plat with offsetting affected units
3. List of affected parties in each of the units in the same pool located closer to the unorthodox well location that the minimum distance prescribed by rule or order, copies of the sign certified return copies will be furnished upon request
4. Service List

If you need any additional information, please call me at 832-930-8613.

Sincerely,

A handwritten signature in blue ink that reads "Sarah Savino".

Sarah Savino
Regulatory Director

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
	Submittal Type:	<input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled

WELL LOCATION INFORMATION

API Number 30-015-	Pool Code 96831	Pool Name CEDAR LAKE; GLORIETA-YESO
Property Code	Property Name GARRISON 17 FEDERAL COM	Well Number 70H
OGRID No. 328947	Operator Name SPUR ENERGY PARTNERS LLC.	Ground Level Elevation 3753'
Surface Owner: <input checked="" type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
L	16	17S	31E		1868 FSL	760 FWL	32.8324313°N	103.8807937°W	EDDY

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
K	17	17S	31E		2500 FSL	1370 FWL	32.8341276°N	103.8959952°W	EDDY

Dedicated Acres 120	Infill or Defining Well INFILL	Defining Well API NA	Overlapping Spacing Unit (Y/N) N	Consolidation Code F & C
Order Numbers. PENDING			Well setbacks are under Common Ownership: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
L	16	17S	31E		2425 FSL	855 FWL	32.8339642°N	103.8804844°W	EDDY

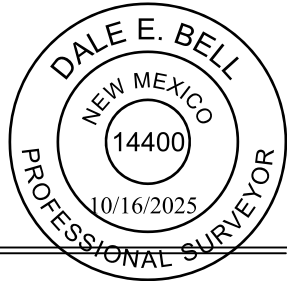
First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
I	17	17S	31E		2500 FSL	100 FEL	32.8341635°N	103.8835934°W	EDDY

Last Take Point (LTP)

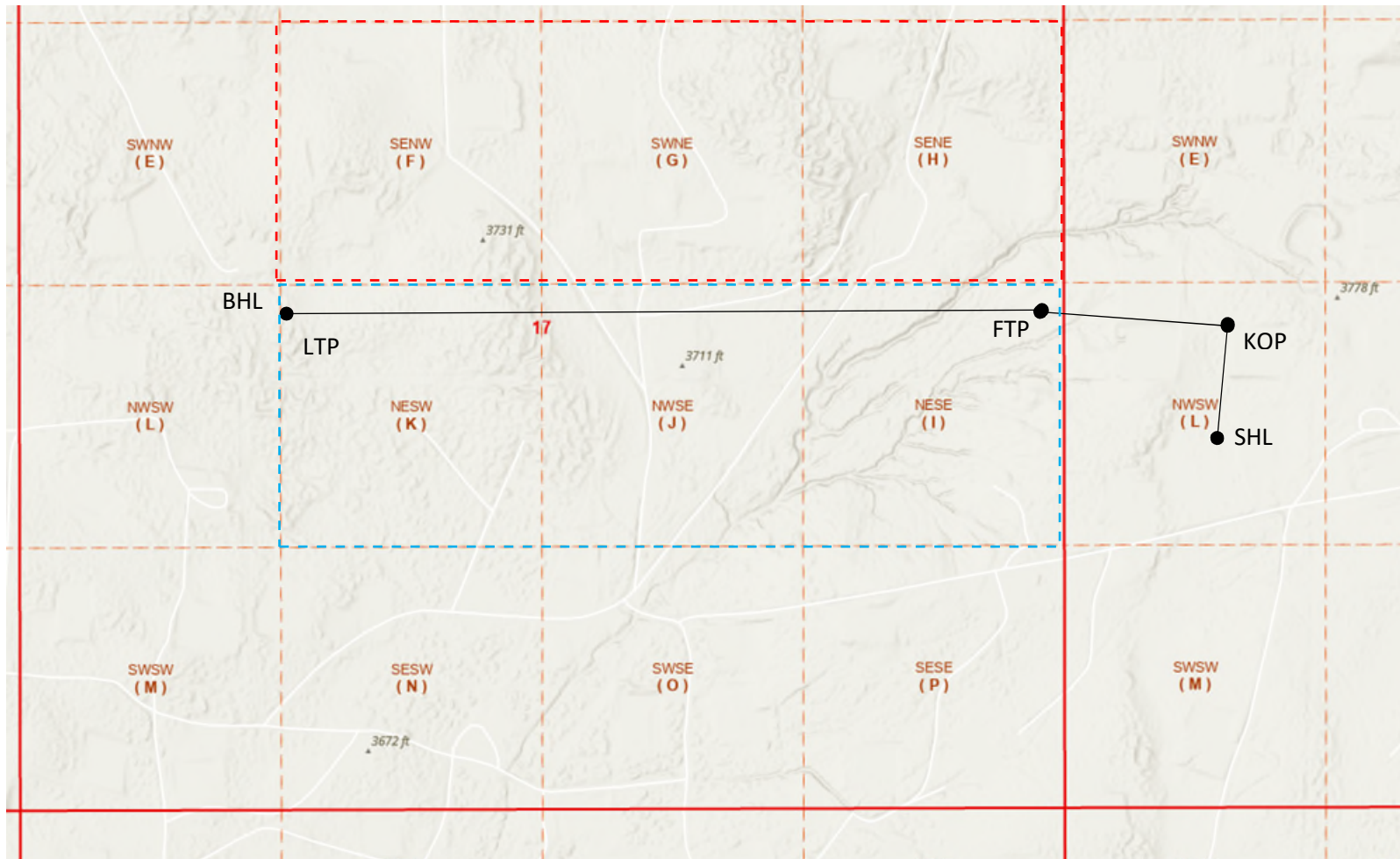
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
K	17	17S	31E		2500 FSL	1420 FWL	32.8341281°N	103.8958325°W	EDDY

Unitized Area or Area of Uniform Interest Y	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3753' GL
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<p>OPERATOR CERTIFICATIONS</p> <p><i>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></p> <p><i>If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.</i></p> <p><i>Sarah Chapman</i> 10/28/2025</p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me under my supervision, and that the same is true and correct to the best of my belief.</i></p> <div style="text-align: right;">  </div>
Signature SARAH CHAPMAN	Signature and Seal of Professional Surveyor <i>Dale E. Bell</i>
Printed Name SCHAPMAN@SPURENERGY.COM	Certificate Number 14400
Email Address	Date of Survey 09/09/2025

Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

Spur Energy Partners LLC
Garrison 17 Federal Com 70H
Section 16, Township 17 South, Range 31 East
Eddy County, New Mexico



Red Outline – Affected Tracts

Blue Outline – Horizontal Spacing

Application of Non-Standard Location - Service List

**Spur Energy Partners LLC
GARRISON 17 FEDERAL COM 70H**

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
Uploaded online

**Unit Operator of Cedar Lake; Glorieta-Yeso
H (SENE) Sec 17 T175 R31E**

Spur Energy Partners LLC
9655 Katy Freeway, Suite 500
Houston, TX 77024
Self-Notice

**Unit Operator of Cedar Lake; Glorieta-Yeso
H (SENE) Sec 17 T175 R31E**

LH Operating, LLC
27120 Fulshear Bend Drive
Suite 900-322
Fulshear, TX 77441
9407 1118 9876 5438 0748 19

**Mineral Interest Owner
Units H (SENE) G (SWNE) F (SENW) Sec 17 T175 R31E**

Bureau of Land Management
520 E. Greene St.
Carlsbad, NM 88220
9407 1118 9876 5438 0757 79

Copies of the application were mailed to the above individuals, companies and organizations
2/2/2026.

Sarah Savino

Spur Energy Partners LLC

**Unit Operator of Cedar Lake; Glorieta-Yeso
F (SENW) Sec 17 T175 R31E**

Spur Energy Partners LLC
9655 Katy Freeway, Suite 500
Houston, TX 77024
Self-Notice

**Unit Operator of Cedar Lake; Glorieta-Yeso
G (SWNE) Sec 17 T175 R31E**

Spur Energy Partners LLC
9655 Katy Freeway, Suite 500
Houston, TX 77024
Self-Notice



February 2, 2026

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

RE: ***Application for Administrative Approval of Non- Standard Location
Garrison 17 Federal Com 70H – Cedar Lake; Glorieta-Yeso (96831)
Surface Hole – 1868’ FSL 760’ FWL Unit L Sec 16 T17S R31E
First Take Point – 2500’ FSL 100’ FEL Unit I Sec 17 T17S R31E
Last Take Point – 2500’ FSL 1420’ FWL Unit K Sec 17 T17S R31E
Bottom Hole – 2500’ FSL 1370’ FWL Unit K Sec 17 T17S R31E
Proration Unit – Units K, J and I Sec 17 T17S R31E
Affected Tracts – Units F, G and H Sec 17 T17S R31E
Eddy County, New Mexico***

To Whom It May Concern:

Enclosed is a copy of an application, filed with the New Mexico Oil Conservation Division by Spur Energy Partners LLC, requesting administrative approval for a non-standard location. As an affected party, notice is being provided to you pursuant to Rule 19.15.4.12(A)(2)(a), 19.15.15.9(A) and 19.15.16.15(B). The well is located as follows:

The Garrison 17 Federal Com 70H well will be dedicated to a 120-acre horizontal spacing unit comprising of Units K, J and I of Section 27, Township 17 South, Range 31 East.

This well is encroaching towards the northern boundary of the horizontal spacing unit, Units F, G and H of Section 17, Township 17 South, Range 31 East (map attached).

If you object to the well’s location, you must notify the Division in writing no later than 20 days from the date the application was received by the NMOCD (1220 South St. Francis Dr., Santa Fe, NM 87505; Attention: Leonard Lowe).

If you need any additional information, you can contact myself at 832-930-8613 or at ssavino@spurenergy.com.

Thank you,

A handwritten signature in blue ink that reads "Sarah Savino".

Sarah Savino
Regulatory Director

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

COMMENTS

Action 548998

COMMENTS

Operator: Spur Energy Partners LLC 9655 Katy Freeway Houston, TX 77024	OGRID: 328947
	Action Number: 548998
	Action Type: [UF-NSL] Non-Standard Location (NSL)

COMMENTS

Created By	Comment	Comment Date
llowe	This NSL order was approved with a pending API number. The owner of the NSL shall update the OCD when an API number is assigned to the pending APD by sending an e-mail to ocd.engineer@emnrd.nm.gov . TITLED: (Updating NSL-XXX with API number of the Well Name). The text of the email shall contain: NSL order number, API number and Well Name. If the Well name does not match the name on the NSL order. The order will be annulled.	3/18/2026

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 548998

CONDITIONS

Operator: Spur Energy Partners LLC 9655 Katy Freeway Houston, TX 77024	OGRID: 328947
	Action Number: 548998
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	2/12/2026