

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



**ADMINISTRATIVE NON-STANDARD LOCATION**

Melissa Guidry  
[melissa\\_guidry@oxy.com](mailto:melissa_guidry@oxy.com)

**Administrative Order NSL – 9357**

**OXY USA INC. [OGRID 16696]**  
**Stack Cats 25 36 Federal Com Well No. 74H**  
**API No. 30-025-54407**

Reference is made to your application received on April 29<sup>th</sup>, 2026.

**Proposed Location**

	<b>Footages</b>	<b>Unit/Lot</b>	<b>Sec.</b>	<b>Twsp</b>	<b>Range</b>	<b>County</b>
Surface	1101 FNL & 1285 FEL	A	25	22S	32E	Lea
First Take Point	100 FNL & 1115 FEL	A	25	22S	32E	Lea
Last Take Point	100 FSL & 1115 FEL	P	36	22S	32E	Lea
Terminus	20 FSL & 1115 FEL	P	36	22S	32E	Lea

**Proposed Horizontal Spacing Unit**

<b>Description</b>	<b>Acres</b>	<b>Pool</b>	<b>Pool Code</b>
E/2 E/2 Section 25	320	Red Tank; Bone Spring	51683
E/2 E/2 Section 36			

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,

1220 South St. Francis Drive, 3<sup>rd</sup> Floor • Santa Fe, New Mexico 87505  
Phone (505) 476-3441 • [www.emnrd.state.nm.us/ocd](http://www.emnrd.state.nm.us/ocd)

Administrative Order NSL – 9357  
OXY USA INC.  
Page 2 of 2

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 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 205 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 25, encroachment to the W/2 E/2  
Section 36, encroachment to the W/2 E/2

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.

It is understood that the request for a non-standard location is to allow efficient spacing of horizontal wells within the Bone Spring formation and to prevent waste underlying the E/2 E/2 Section 25 and E/2 E/2 Section 36.

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: 06/18/2026

Sante Fe Main Office  
Phone: (505) 476-3441

General Information  
Phone: (505) 629-6116

Online Phone Directory  
<https://www.emnrd.nm.gov/oed/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 599434

**CONDITIONS**

Operator: OXY USA INC P.O. Box 4294 Houston, TX 772104294	OGRID: 16696
	Action Number: 599434
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

**CONDITIONS**

Created By	Condition	Condition Date
llowe	None	6/25/2026