State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



May 20, 2015

Cimarex Energy Co. Attn: Ms. Hope Knauls

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-7288 Administrative Application Reference No. pMAM1514032994

Cimarex Energy Co.
OGRID 215099
Burton "6" Federal Well No. 2 H
API No. 30-015-42352

Proposed Location:

•	Footages	Unit/lot	Sec.	Twsp	Range	County
Surface	475` FNL & 1500` FWL	3	6	20S	30E	Eddy
Penetration Point	669 `FNL & 1428` FWL	3	6	20S	30E	Eddy
Terminus	663` FSL & 1969` FWL	N	6	20S	30E	Eddy
(Final perforation)						

Proposed Project Area:

Description	Acres	Pool	Pool Code
E/2 W/2 of Section 6	160.08	Wildcat; Cisco	97851

Reference is made to your application received on May 15, 2015.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. This location is governed by statewide Rule 19.15.15.9.A NMAC, which provides for 40-acre units, with wells located at least 330 feet from a unit outer boundary, and Rule 19.15.16.14.B(2) NMAC concerning directional wells in designated project areas. This location is unorthodox because portions of the proposed completed interval are closer to outside boundaries of the proposed project area than any location that would be a standard location under the applicable pool rules.

Your application has been duly filed under the provisions of Division Rules 19.15.15.13 NMAC and 19.15.4.12.A(2) NMAC.

It is our understanding that you are seeking this location because the well had inadvertently passed the 330 foot setback.

It is also understood that notice of this application to offsetting operators or owners is unnecessary due to common ownership.

Pursuant to the authority conferred by Division Rule 19.15.15.13 (B) NMAC, the above-described unorthodox location is hereby approved.

This approval is 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.

DONE at Santa Fe, New Mexico, on May 20, 2015

DAVID R. CATANACH

Director

DRC/mam

cc:

New Mexico Oil Conservation Division – Artesia Bureau of Land Management - Carlsbad