State of New Mexico Energy, Minerals and Natural Resources Department

Dylan M. Fuge, Director

Oil Conservation Division (Acting)

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Dylan M. Fuge Deputy Secretary

Ms. Deana M. Bennett deana.bennett@modrall.com

Administrative Order NSP – 2179

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Avant Operating, LLC [OGRID 330396]

Angry Angus 32 State Com Well No. 701H [API No. 30-025-51567] Angry Angus 32 State Com Well No. 702H [API No. 30-025-51568] Angry Angus 32 State Com Well No. 703H [API No. 30-025-51622] Angry Angus 32 State Com Well No. 704H [API No. 30-025-51623] Angry Angus 32 State Com Well No. 705H [API No. 30-025-51624] **Section 32, T19S, R35E, Lea County**

Reference is made to your application received on November 9th, 2023.

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
Section 32	640	Klien Ranch; Wolfcamp Pool	96989

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 the sections, as required by Rule 19.15.16.15(B)(3) 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 Lea County, New Mexico.

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.

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You have requested this non-standard horizontal spacing unit in order to minimize surface disturbance, to commingle production, and to promote effective well spacing within the Wolfcamp formation. Thereby, preventing waste underlying Section 32, all while protecting correlative rights within the referenced Horizontal Spacing Unit.

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. Reference this approved order number on the submitted Change of plans. Once submitted, email the Action ID number to the following e-mail 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. FÙGE DIRECTOR (ACTING) DMF/lrl

Date: 12/21/23

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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	297021
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)
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CONDITIONS

Created By	Condition	Condition Date
llowe	None	12/21/2023

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Action 297021