# SPECIAL NOTICE OF HEARINGS

# STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO

NOTICE IS HEREBY GIVEN that on Wednesday, August 13, 2025, beginning at 9:00 a.m., the Oil Conservation Division ("OCD") of the New Mexico Energy, Minerals and Natural Resources Department will hold public hearings, pursuant to 19.5.4 NMAC for the purpose of considering new applications listed in this notice. All interested persons are invited to appear. The hearings will be held before a hearing examiner and will be conducted in a hybrid fashion, both inperson and via MS Teams virtual meeting platform. To attend:

### Location:

Energy, Minerals and Natural Resources Department Wendell Chino Building – Pecos Hall 1220 South St. Francis Drive, 1st Floor Santa Fe. NM 87505

-or-

### MS Teams Link:

Click HERE to join the meeting.

### Dial-In:

(505) 312-4308

Phone conference ID: 763 417 723#

If you choose to attend remotely, please mute yourself upon entry.

The docket may be viewed at <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a> or obtained from Freya Tschantz, at Freya.Tschantz@emnrd.nm.gov.

Documents filed in these cases may be viewed at <a href="https://ocdimage.emnrd.nm.gov/Imaging/Default.aspx">https://ocdimage.emnrd.nm.gov/Imaging/Default.aspx</a>.

Presenting parties are required to submit a pre-hearing statement no later than the Thursday before the hearing. The pre-hearing statement shall include: 1) a list of disputed facts and issues; 2) identification of witnesses and their qualifications; and 3) all exhibits and written testimony a party intends to enter into evidence at the hearing and a full narrative for each.

If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Freya.Tschantz@emnrd.nm.gov, or the New Mexico Relay Network at 1-800-659-1779, no later than 10 days prior to the hearing.

Note: All land descriptions refer to the New Mexico Principal Meridian.

1. Case No. 25520: Application of Coterra Energy Operating Co. for compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted interests within a 640-acre, more or less, Bone Spring horizontal spacing unit comprised of the W/2W/2 of Sections 25 and 36, Township 18 South, Range 35 East and the W/2W/2 of Sections 1 and 12, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the Sombrero State Com #221H well, with a proposed surface hole location in the SW/4 of Section 12, Township 19 South, Range 35 East, and a proposed bottom hole location in the NW/4 NW/4 (Unit D) of Section 25, Township 18 South, Range 36 East. The well will be drilled at orthodox locations. Applicant also seeks, to the extent necessary, approval of an overlapping spacing unit. The proposed horizontal spacing unit will partially overlap with the following existing Bone Spring spacing unit dedicated to the Blue Box Federal Com 505H well, API no. 30-025-52080, which unit is comprised of the W/2SW/4 of Section 2 and the W/2W/2 of Sections 12 and 13, Township 19 South, Range 35 East. Also to be

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considered will be the cost of drilling, completing, and equipping said well, the allocation of these costs as well as the actual operating costs and charges for supervision while drilling and after completion, designation of Coterra Energy Operating Co. as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 15 miles West of Hobbs, New Mexico.

- 2. Case No. 25521: Application of Coterra Energy Operating Co. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted interests within a 640-acre, more or less, Bone Spring horizontal spacing unit comprised of the E/2W/2 of Sections 25 and 36, Township 18 South, Range 35 East and the E/2W/2 of Sections 1 and 12, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the Sombrero State Com #222H well, with a proposed surface hole location in the SW/4 of Section 12, Township 19 South, Range 35 East, and a proposed bottom hole location in the NE/4 NW/4 (Unit C) of Section 25, Township 18 South, Range 36 East. The well will be drilled at orthodox locations. Also to be considered will be the cost of drilling, completing, and equipping said well, the allocation of these costs as well as the actual operating costs and charges for supervision while drilling and after completion, designation of Coterra Energy Operating Co. as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 15 miles West of Hobbs, New Mexico.
- **3.** Case No. 25522: Application of Coterra Energy Operating Co. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted interests within a 640-acre, more or less, Bone Spring horizontal spacing unit comprised of the W/2E/2 of Sections 25 and 36, Township 18 South, Range 35 East and the W/2E/2 of Sections 1 and 12, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the Sombrero State Com #223H well, with a proposed surface hole location in the SE/4 of Section 12, Township 19 South, Range 35 East, and a proposed bottom hole location in the NW/4 NE/4 (Unit B) of Section 25, Township 18 South, Range 36 East. The well will be drilled at orthodox locations. Also to be considered will be the cost of drilling, completing, and equipping said well, the allocation of these costs as well as the actual operating costs and charges for supervision while drilling and after completion, designation of Coterra Energy Operating Co. as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 15 miles West of Hobbs, New Mexico.
- **4. Case No. 25523: Application of Coterra Energy Operating Co. for compulsory pooling, Lea County, New Mexico.** Applicant seeks an order from the Division pooling all uncommitted interests within a 640-acre, more or less, Bone Spring horizontal spacing unit comprised of the E/2E/2 of Sections 25 and 36, Township 18 South, Range 35 East and the E/2E/2 of Sections 1 and 12, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the Sombrero State Com #224H well, with a proposed surface hole location in the SE/4 of Section 12, Township 19 South, Range 35 East, and a proposed bottom hole location in the NE/4 NE/4 (Unit A) of Section 25, Township 18 South, Range 36 East. The well will be drilled at orthodox locations. Also to be considered will be the cost of drilling, completing, and equipping said well, the allocation of these costs as well as the actual operating costs and charges for supervision while drilling and after completion, designation of Coterra Energy Operating Co. as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 15 miles West of Hobbs, New Mexico.
- **5.** Case No. 25524: Application of Coterra Energy Operating Co. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted interests within a 640-acre, more or less, Bone Spring horizontal spacing unit comprised of the W/2E/2 of Sections 26 and 35, Township 18 South, Range 35 East and the W/2E/2 of Sections 2 and 11, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the Yeti State Com #223H well, with a proposed surface hole location in the SE/4 of Section 11, Township 19 South, Range 35 East, and a proposed bottom hole location in the NW/4 NE/4 (Unit B) of Section 26, Township 18 South, Range 36 East. The well will be drilled at orthodox locations. Also to be considered will be the cost of drilling, completing, and equipping said well, the allocation of these costs as well as the actual operating costs and charges for supervision while drilling and after completion, designation of Coterra Energy Operating Co. as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 16 miles West of Hobbs, New Mexico.
- 6. Case No. 25525: Application of Coterra Energy Operating Co. for compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted interests within a 640-acre, more or less, Bone Spring horizontal spacing unit comprised of the E/2E/2 of Sections 26 and 35, Township 18 South, Range 35 East and the E/2E/2 of Sections 2 and 11, Township

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19 South, Range 35 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the Yeti State Com #224H well, with a proposed surface hole location in the SE/4 of Section 11, Township 19 South, Range 35 East, and a proposed bottom hole location in the NE/4 NE/4 (Unit A) of Section 26, Township 18 South, Range 36 East. The well will be drilled at orthodox locations. Applicant also seeks, to the extent necessary, approval of an overlapping spacing unit. The proposed horizontal spacing unit will partially overlap with the following existing Bone Spring spacing unit dedicated to the Blue Box Federal Com 505H well, API no. 30-025-52080, which unit is comprised of the E/2SE/4 of Section 2 and the E/2E/2 of Sections 11 and 14, Township 19 South, Range 35 East and the W/2SW/4 of Section 1 and the W/2W/2 of Sections 12 and 13, Township 19 South, Range 35 East. Also to be considered will be the cost of drilling, completing, and equipping said well, the allocation of these costs as well as the actual operating costs and charges for supervision while drilling and after completion, designation of Coterra Energy Operating Co. as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 16 miles West of Hobbs, New Mexico.

Given under the Seal of the State of New Mexico Oil Conservation Commission at Santa Fe, New Mexico on this Thursday, July 24, 2025

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Albert Chang
Division Director, Oil Conservation Division

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