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, November 18, 2026** beginning at **8:30 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 in-person 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: 163 103 08#

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

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

Documents filed in these cases may be viewed at https://ocdimage.emnrd.nm.gov/Imaging/Default.aspx.

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. 26415: Amended Application of Coterra Energy Operating Co. for approval of a non-standard, overlapping spacing unit and compulsory pooling, Eddy County, New Mexico.** Applicant seeks an order from the Division approving a non-standard spacing unit and pooling all uncommitted interests within a 480-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 of Section 2 and the SE/4 of Section 3, Township 19 South, Range 30 East, NMPM, Eddy County, New Mexico, in the Leo; Bone Spring South Pool (pool code 37920) and the Benson; Bone Spring Pool (pool code 5200). This spacing unit will be dedicated to the following wells: Intrepid 2-3 Federal Com #153H and Intrepid 2-3 Federal Com #353H wells with proposed first take points in the NE/4 SE/4 (Unit I) of Section 2 and proposed last take points in the NW/4 SE/4 (Unit J) of Section 3, and Intrepid 2-3 Federal Com #154H, Intrepid 2-3 Federal Com #223H, Intrepid 2-3 Federal Com #224H, and Intrepid 2-3 Federal Com #354H wells with proposed first take points in the SE/4 SE/4 (Unit P) of Section 2 and proposed last take points in the SW/4 SE/4 (Unit O) of Section 3. The wells will be horizontally drilled, and the producing areas for the wells are expected to be orthodox. Applicant also seeks approval of an

overlapping spacing unit, to the extent necessary. The proposed spacing unit will partially overlap the spacing unit for the Benson 3 Federal Com #008H well (API No. 30-015-37964), which is located in the E/2 E/2 of Section 3, Township 19 South, Range 30 East, and produces from the Leo; Bone Spring, South Pool (pool code 37920) operated by Coterra Energy Operating Co, and the spacing unit for the West Shugart 2 19 30 State #002H well (API No. 30-015-40953), which is located in the N/2 S/2 of Section 2, Township 19 South, Range 30 East, and produces from the Benson; Bone Spring Pool (pool code 5200) operated by NSP Resources, LLC. Also to be considered will be the cost of drilling, completing, and equipping said wells, 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 wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 25 miles northeast of Carlsbad, New Mexico.

2. **CASE NO. 26416: Amended Application of Coterra Energy Operating Co. for approval of a non-standard, overlapping spacing unit and compulsory pooling, Eddy County, New Mexico.** Applicant seeks an order from the Division approving a non-standard spacing unit and pooling all uncommitted interests within a 924.18-acre, more or less, Bone Spring horizontal spacing unit comprised of Lots 1to 4 and the S/2 N/2 (the N/2 equivalent) of irregular Section 2; Lots 1 to 4 and the S/2 N/2 (the N/2 equivalent) of irregular Section 3; and Lots 1 to 3 and the S/2 N/2 of irregular Section 4, Township 19 South, Range 30 East, NMPM, Eddy County, New Mexicoin the Leo; Bone Spring South Pool (pool code 37920) and the Benson; Bone Spring Pool (pool code 5200). This spacing unit will be dedicated to the following wells: Intrepid 2-4 Federal Com #151H, Intrepid 2-4 Federal Com #221H, and Intrepid 2-4 Federal Com #351H wells with proposed first take points in Lot 1(NE/4 NE/4) of irregular Section 2 and proposed last take points in Lot 3 (NE/4 NW/4 equivalent) of irregular Section 4; and Intrepid 2-4 Federal Com #152H, Intrepid 2-4 Federal Com #222H, and Intrepid 2-4 Federal Com #352H wells with proposed first take points in the SE/4 NE/4 (Unit H) of irregular Section 2 and proposed last take points in the SW/4 NW/4 (Unit E) of irregular Section 4. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. The unit partially overlaps the spacing units for the following wells, which produce from the Leo; Bone Spring, South Pool (pool code 37920): the Benson 3 Federal Com #008H (API No. 30-015-37964) dedicated to the E/2 E/2 of Section 3, Township 19 South, Range 30 East, operated by Coterra Energy Operating Co.; and the Intrepid 3 Federal Com #001H (API No. 30-015-38979) dedicated to Lots 1 to 3 of Section 4 and Lot 4 of Section 3, Township 19 South, Range 30 East, operated by Coterra Energy Operating Co. Further, the unit partially overlaps the spacing units for the following wells, which produce from the Benson; Bone Spring Pool (pool code 5200): West Shugart 2 19 30 State #004H (API No. 30-015-40843) dedicated to the Lots 1 to 4 of Section 2, Township 19 South, Range 30 East, operated by NSP Resources, LLC; and West Shugart 2 19 30 State #003H (API No. 30-015-40842) dedicated to Lots 1 to 4 of Section 2, Township 19 South, Range 30 East, operated by NSP Resources, LLC. The wells will be horizontally drilled, and the producing areas for the wells are expected to be orthodox. Also to be considered will be the cost of drilling, completing, and equipping said wells, 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 wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 25 miles northeast of Carlsbad, New Mexico.

Given under the Seal of the State of New Mexico Oil Conservation Commission at Santa Fe, New Mexico on this Wednesday, October 28, 2026

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Albert Chang
Division Director, Oil Conservation Division