PRELIMINARY AGENDA STATE OF NEW MEXICO OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO June 8, 2023 9:00 A.M.

The State of New Mexico Oil Conservation Commission meeting will be held in a hybrid format with both inperson and virtual participation options. The meeting will be held in Room 317 at the New Mexico State Capitol, 490 Old Santa Fe Trail, Santa Fe, New Mexico. The Commission's public meeting can also be accessed by using the following link and/or meeting information:

Physical Location: New Mexico State Capitol, Rm 317

New Mexico Oil Conservation Commission - June 8, 2023

https://nmemnrd.webex.com/nmemnrd/j.php?MTID=ma99dba7f182e836526df2371969e4344

Thursday, June 8, 2023 9:00 PM | 8 hours | (UTC-07:00) Mountain Time (US & Canada)

Meeting number: 2491 563 6972

Password: stWnC8GYP43 (78962849 from video systems)

Join by video system

Dial 24915636972@nmemnrd.webex.com

You can also dial 173.243.2.68 and enter your meeting number.

Join by phone

+1-408-418-9388 United States Toll

Access code: 249 156 36972

If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact Florene Davidson at (505) 470-5480 or through the New Mexico Relay Network at 1-800-659-1779 by May 29, 2023. Public documents can be provided in various accessible formats. A preliminary agenda will be available to the public no later than two weeks prior to the meeting. A final agenda will be available no later than 72 hours preceding the meeting. Members of the public may obtain copies of the agenda by contacting Ms. Davidson at the phone number indicated above. Also, the agenda will be posted on the Oil Conservation Division website at www.emnrd.nm.gov/ocd.

The following items are for discussion and possible action:

- 1. Roll call
- 2. Approval of the June 08, 2023 Agenda
- **3.** Approval of the May 11, 2023 Meeting Minutes
- 4. Pending cases

<u>De Novo Case No. 21744</u>: Application of Cimarex Energy Co. for Hearing De Novo of Case No. 21629, Eddy County, New Mexico. The New Mexico Oil Conservation Division issued Order No. R-21575 in Case No. 21629 pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 N/2 of Section 3 and the N/2 N/2 of Section 2, Township 20 South, Range 29 East, NMPM. Eddy County, New Mexico. Cimarex, a party of record adversely affected by Order No. R-21575, requests that the matter raised in this case be heard de novo before the OCC.

<u>Case 22018</u>: Application of Cimarex Energy Co. seeking an order: (1) creating a standard 479.39-acre, Township 20 South, Range 29 East; and the S/2 N/2 of Section 6, Township 20 South, Range 30 East; NMPM, Eddy County, New Mexico, and (2) pooling all mineral interests in the Bone Spring formation underlying the unit. The well and lands are located approximately 12 miles northeast of Carlsbad, New Mexico.

<u>Case 22019</u>: Application of Cimarex Energy Co. seeking an order: (1) creating a standard 484.63-acre, more or less, horizontal spacing and proration unit comprised of the N/2 N/2 of Sections 2 and 1, Township 20 South, Range 29 East; and the N/2 N/2 of Section 6, Township 20 South, Range 30 East; NMPM, Eddy County, New Mexico, and (2) pooling all mineral interests in the Bone Spring formation underlying the unit. The well and lands are located approximately 12 miles northeast of Carlsbad, New Mexico.

Case No. 23463: Application of Targa Northern Delaware LLC for Authorization to Inject, Lea County, New Mexico. Targa Northern Delaware LLC ("Targa") seeks authorization to drill and operate a Class II acid gas injection ("AGI") well, the Red Hills AGI #3 well, at Targa's gas processing facility ("Facility") in Lea County, New Mexico. The proposed redundant well (Red Hills AGI #3) will be a vertical well with a surface location approximately 1,138 feet from the north line (FNL) and 354 feet from the east line (FEL) of Section 13, Township 24 South, Range 33 East, Lea County, New Mexico. The proposed injection zones for this well are the Devonian and Upper Silurian Wristen and Fusselman Formations, at depths of approximately 16,000 to 17,600 feet. The maximum surface pressure will not exceed 5,000 psi with a maximum daily injection volume of twenty-six (26) million standard cubic feet. The proposed well will serve as a disposal well for treated acid gas at the Facility. The proposed well is located approximately 20 miles west of Jal, New Mexico.

5. Pending litigation

None

6. Adjudications

None. Note: Cases 22871, 22872, 23049, 23088, 23089, 23090, and 23091 were moved to the Oil Conservation meeting scheduled for August 10, 2023.

7. Other Business

None

- 8. Next meeting July 13, 2023
- 9. Adjournment