

Revised March 23, 2017

ID NO. 160984

NSL - 8493

RECEIVED:	REVIEWER:	TYPE:	APP NO: <b>pLEL2232731976</b>
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Geological & Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND  
 REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Applicant:** Colgate Operating LLC **OGRID Number:** 55540 371449  
**Well Name:** Dundee 4 Federal Com #203H **API:** 30-015-49740  
**Pool:** Scanlon Draw; Wolfcamp West **Pool Code:** 55540

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION  
 INDICATED BELOW**

**1) TYPE OF APPLICATION:** Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☒ NSL☐ NSP (PROJECT AREA)☐ NSP (PRORATION UNIT)☐ SD

B. Check one only for [ I ] or [ II ]

[ I ] Commingling – Storage – Measurement

☐ DHC☐ CTB☐ PLC☐ PC☐ OLS☐ OLM

[ II ] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR**2) NOTIFICATION REQUIRED TO:** Check those which apply.A. ☒ Offset operators or lease holdersB. ☐ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☐ Notification and/or concurrent approval by SLOE. ☒ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☒ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**☐ Notice Complete☐ Application  
Content  
Complete

**3) CERTIFICATION:** I hereby certify that the information submitted with this application for  
 administrative approval is **accurate** and **complete** to the best of my knowledge. I also  
 understand that **no action** will be taken on this application until the required information and  
 notifications are submitted to the Division.

**Note: Statement must be completed by an individual with managerial and/or supervisory capacity.**

November 22, 2022

Date

Dana S. Hardy, Attorney, Hinkle Shanor LLP

Print or Type Name

505-982-4554

Phone Number

Dana Hardy

Digitally signed by Dana Hardy  
Date: 2022.11.22 14:31:03 -0700

Signature

dhardy@hinklelawfirm.com

e-mail Address



hinklelawfirm.com

## INKLE SHANOR LLP

ATTORNEYS AT LAW

P.O. BOX 2068

SANTA FE, NEW MEXICO 87504

505-982-4554 (FAX) 505-982-8623

WRITER:  
Dana S. Hardy, Partner  
dhardy@hinklelawfirm.com

November 22, 2022

### **Electronically Submitted**

Leonard Lowe  
New Mexico Oil Conservation Division  
1220 S. St. Francis Drive  
Santa Fe, New Mexico 87505

**RE: Colgate Operating LLC  
Request for Administrative Approval of Non-Standard Well Location**

Dundee 4 Federal Com #203H  
S/2 S/2 Section 4 and S/2 S/2 Section 3, T20S, R28E  
Eddy County, New Mexico  
Scanlon Draw; Wolfcamp West (Pool Code 55540)  
API# 30-015-49740

Dear Mr. Lowe,

Pursuant to Division Rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC, Colgate Operating LLC ("Colgate") requests administrative approval of a non-standard location for the above-referenced oil well within a 320-acre, more or less, standard horizontal spacing unit, as described below.

The standard setback in the horizontal plane from any point in the completed interval to any outer boundary of the horizontal spacing unit is 330 feet for an oil well. 19.15.16.15(C)(1)(a) NMAC. A portion of the completed interval of the above-referenced well, however, is less than 330 feet from the northern boundary of the existing 320-acre horizontal spacing unit. Colgate is requesting approval to decrease the setback for the completed interval of the above-referenced well.

The surface and bottom hole locations and first and last take points are as follows:

1. SHL: 1397' FSL and 195' FEL of Section 5-T20S-R28E
2. FTP: 998' FSL and 100' FWL of Section 4-T20S-R28E
3. LTP: 1026' FSL and 100' FEL of Section 3-T20S-R28E
4. BHL: 1033' FSL and 12' FEL of Section 3-T20S-R28E

As discussed in the attached correspondence from Reservoir Manager John Fechtel, Colgate intended to drill the well at a standard location, but due to difficulties encountered during drilling operations, a portion of the well's completed interval is less than 330' from the northern boundary

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PO BOX 10  
ROSWELL, NEW MEXICO 88202  
(575) 622-6510  
FAX (575) 623-9332

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7601 JEFFERSON ST NE · SUITE 180  
ALBUQUERQUE, NEW MEXICO 87109  
505-858-8320  
(FAX) 505-858-8321

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PO BOX 2068  
SANTA FE, NEW MEXICO 87504  
(505) 982-4554  
FAX (505) 982-8623

Administrative Approval Request

November 21, 2022

Page 2

of the horizontal spacing unit. Approval of the unorthodox completed interval will allow Colgate to maximize recovery and prevent waste, and will not impair correlative rights.

Attached is the C-102 form and a map depicting the offset tracts to assist the Division in its review of Colgate's request. Notice has been sent to all affected persons on the enclosed notice chart by certified mail, return receipt requested, with a copy of this request, the plat, and the C-102. The notice also informs the affected persons that if they object to Colgate's request, they must file the objection in writing with the Division within 20 days from the date the Division receives this administrative approval request. I am attaching a sample of the notice letter and a notice chart with the types of interests and names of the affected parties, the location of each parties' interest, the date the letter was sent, and the certified mail tracking number.

Please let me know if you have any questions or concerns. Thank you for your assistance in this matter.

Sincerely,

/s/ Dana S. Hardy

Dana S. Hardy

Enclosures

HINKLE SHANOR LLP

# PERMIAN

## RESOURCES

November 16, 2022

Re: Dundee 4 Federal Com #203H  
SHL: 1,397' FSL Sec. 5 & 195' FEL Sec. 5 T20S R28E  
BHL: 995' FSL Sec. 3 & 100' FEL Sec. 3 T20S R28E  
Eddy County, New Mexico

To whom it may concern,

Colgate Operating, LLC respectfully requests administrative approval on a non-standard location for the Dundee 4 Federal Com #203H to allow the completed interval to be less than 330 feet from the northern boundary of the existing 320.00-acre horizontal spacing unit.

This well is located in the Scanlon Draw; Wolfcamp West Pool (55540) and was intended to be drilled as a standard location. Due to difficulties during drilling operations the well is non-standard.

Colgate requests to complete the 740 feet of the wellbore to avoid causing wasted resources and reducing the production of the well.

Sincerely,



**John Fechtel**

Reservoir Manager | Permian Resources

Permian Resources Operating | 300 N. Marienfeld Street, Suite 1000, Midland, TX 79701

Permian Resources is a result of the merger of Centennial Resource Development and Colgate Energy effective September 1, 2022.

**District I**  
1625 N. French Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720

**District II**  
811 S. First St., Artesia, NM 88210  
Phone: (575) 748-1283 Fax: (575) 748-9720

**District III**  
1000 Rio Brazos Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170

**District IV**  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

☐ AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

<b>1 API Number</b> 30-015-49740	<b>2 Pool Code</b> 55540	<b>3 Pool Name</b> SCANLON DRAW; WOLFCAMP WEST
<b>4 Property Code</b> 333079	<b>5 Property Name</b> DUNDEE 4 FED COM	<b>6 Well Number</b> 203H
<b>7 OGRID No.</b> 371449	<b>8 Operator Name</b> COLGATE OPERATING LLC	<b>9 Elevation</b> 3289.84'

**10 Surface Location**

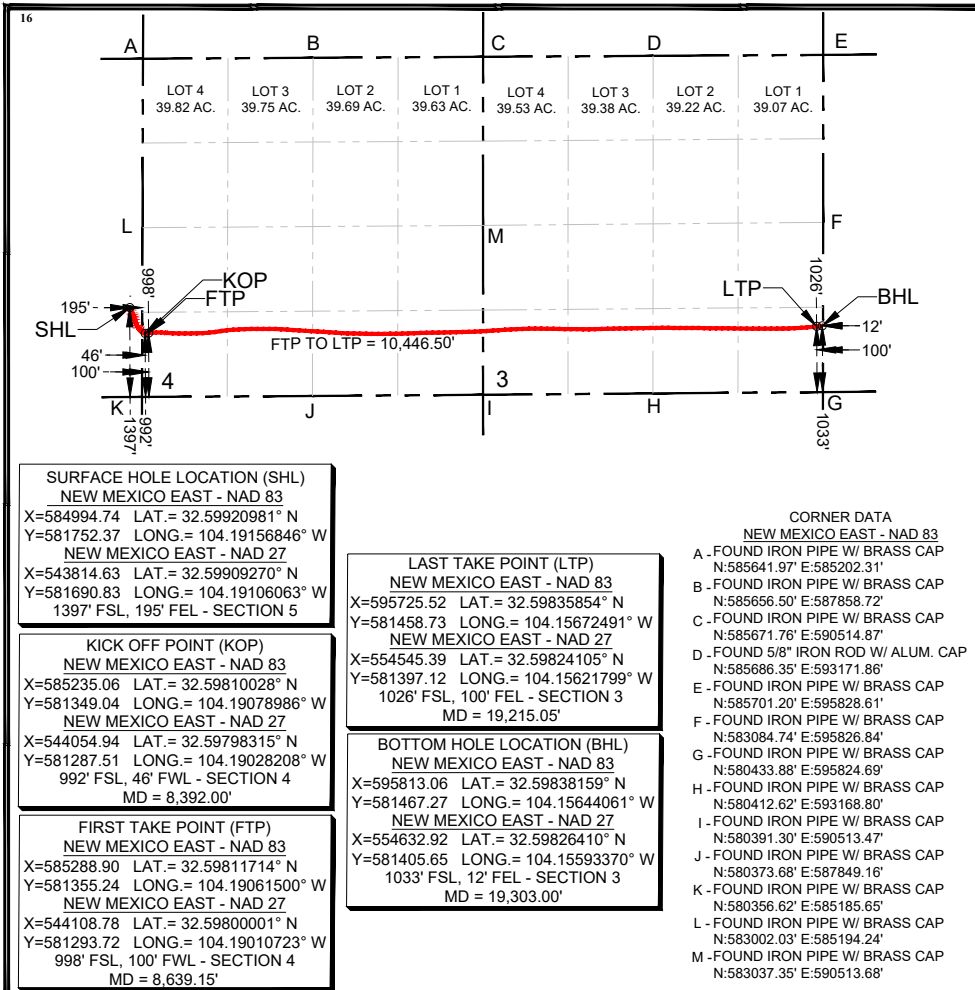
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	5	20-S	28-E		1397'	SOUTH	195'	EAST	EDDY

**11 Bottom Hole Location If Different From Surface**

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	3	20-S	28-E		1033'	SOUTH	12'	EAST	EDDY

<b>12 Dedicated Acres</b> 320	<b>13 Joint or Infill</b>	<b>14 Consolidation Code</b>	<b>15 Order No.</b>
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



**17 OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature \_\_\_\_\_ Date \_\_\_\_\_

Printed Name \_\_\_\_\_

E-mail Address \_\_\_\_\_

**18 SURVEYOR CERTIFICATION**

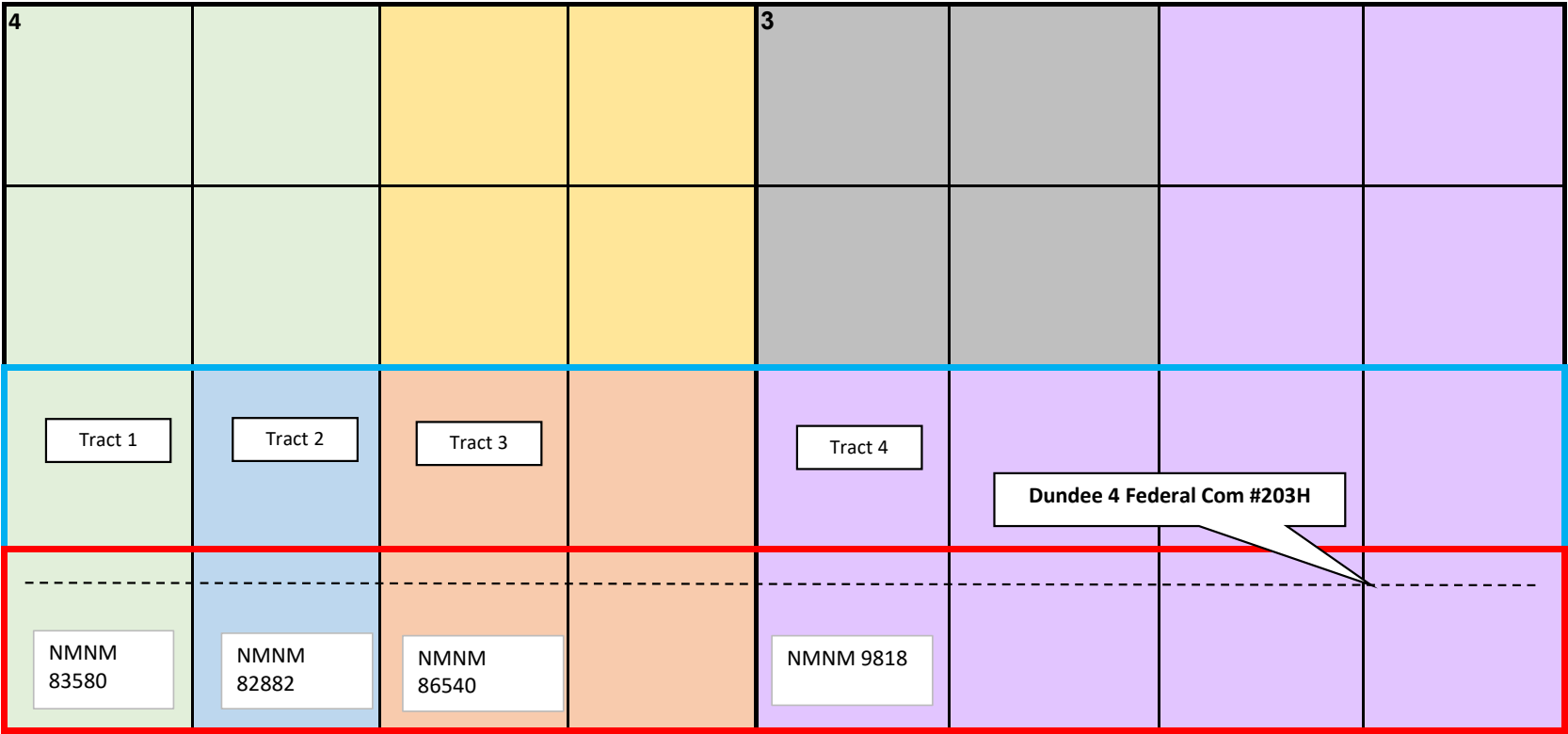
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

11/03/2022

Date of survey

Signature and Stamp of Professional Surveyor:

CHARLES L. JURICA  
NEW MEXICO  
PROFESSIONAL SURVEYOR  
25490  
Certificate Number



COMMUNITIZED  
AREA



NOTICE TRACTS

**Dundee 4 Federal Com #203H NSL Notice List**

**Township 20 South, Range 28 East, Eddy County, New Mexico**

**Tract 1: (NW/4 SW/4 Section 4)**

United States of America  
620 East Greene Street  
Carlsbad, New Mexico 88220

**Tract 2: (NE/4 SW/4 Section 4)**

United States of America  
620 East Greene Street  
Carlsbad, New Mexico 88220

**Tract 3: (N/2 SE/4 Section 4)**

United States of America  
620 East Greene Street  
Carlsbad, New Mexico 88220

COG Operating, LLC  
600 W. Illinois Ave.  
Midland, Texas 79701

**Tract 4: (N/2 S/2 Section 3)**

United States of America  
620 East Greene Street  
Carlsbad, New Mexico 88220



hinklelawfirm.com

## HINGLE SHANOR LLP

ATTORNEYS AT LAW

P.O. BOX 2068

SANTA FE, NEW MEXICO 87504

505-982-4554 (FAX) 505-982-8623

WRITER:  
Dana S. Hardy, Partner  
dhardy@hinklelawfirm.com

November 22, 2022

**VIA CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

**TO ALL PARTIES ENTITLED TO NOTICE**

**Re: Administrative Application for Approval of Non-Standard Well Location**  
Colgate Operating LLC  
OGRID Number: 371449  
Pool: Scanlon Draw; Wolfcamp West  
Pool Code: 55540  
Dundee 4 Federal Com #203H  
S/2 S/2 Section 4 and S/2 S/2 Section 3, T20S, R28E  
Eddy County, New Mexico  
API# 30-015-49740

Pursuant to Division Rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC, Colgate Operating LLC has applied to the New Mexico Oil Conservation Division ("NMOCD") for administrative approval of a non-standard location regarding the above-referenced well. A copy of the application is enclosed.

As the owner of an interest that may be affected, you have the right to object to the application. To do so, you must file a written protest with the NMOCD within twenty days. Failure to do so will prevent you from challenging the matter at a later time. A letter of protest may be sent to the NMOCD at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, directly to the attention of Leonard Lowe, or by e-mail to [ocd.engineer@emnrd.nm.gov](mailto:ocd.engineer@emnrd.nm.gov).

Should you consent to the application and the proposed well location, you are requested to indicate your waiver of objection by signing where indicated below and then returning a copy of this letter with the executed signature page to me at your earliest convenience.

Sincerely,

/s/ Dana S. Hardy

Dana S. Hardy

Enclosure

PO BOX 10  
ROSWELL, NEW MEXICO 88202  
(575) 622-6510  
FAX (575) 623-9332

7601 JEFFERSON ST NE · SUITE 180  
ALBUQUERQUE, NEW MEXICO 87109  
505-858-8320  
(FAX) 505-858-8321

PO BOX 2068  
SANTA FE, NEW MEXICO 87504  
(505) 982-4554  
FAX (505) 982-8623



Affected Parties  
November 21, 2022  
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Enclosure

CONSENT:

By: \_\_\_\_\_ for \_\_\_\_\_  
Signature Name of Interested Party

\_\_\_\_\_  
Printed Name, Authorized Representative

HINKLE SHANOR LLP

7021 0950 0002 0374 4921

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- ☐ Adult Signature Required \$ \_\_\_\_\_
- ☐ Adult Signature Restricted Delivery \$ \_\_\_\_\_

Postage

Total Postage and Fees

COG Operating, LLC  
 600 W. Illinois Ave.  
 Midland, Texas 79701  
 Colgate - Dundee Administrative NSL Application 203H



PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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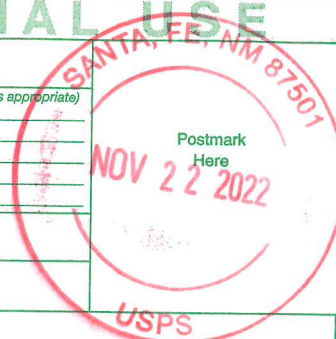
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- ☐ Adult Signature Restricted Delivery \$ \_\_\_\_\_

Postage

Total Postage and Fees

United States of America  
 620 East Greene Street  
 Carlsbad, New Mexico 88220  
 Colgate - Dundee Administrative NSL Application 203H



PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

**District I**  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(575) 393-6161 Fax:(575) 393-0720  
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811 S. First St., Artesia, NM 88210  
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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  
  
Action 160984

CONDITIONS

Operator: COLGATE OPERATING, LLC 300 North Marienfeld Street Midland, TX 79701	OGRID: 371449
	Action Number: 160984
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
Ilowe	NSL - 8493 is approved. The approved Order can be retrieved at the following OCD website link. <a href="https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx">https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx</a>	11/23/2022