

ID NO. 202452

NSL - 8558

Revised March 23, 2017

RECEIVED:	REVIEWER:	TYPE:	APP NO: pLEL2309350586
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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: Ameredev Operating, LLC. **OGRID Number:** 372224
Well Name: Tea Olive Fed Com 25 36 33 #115H **API:** 30-025-50742
Pool: Jal; Wolfcamp, West (oil) **Pool Code:** 33813

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 holders
 B. ☐ Royalty, overriding royalty owners, revenue owners
 C. ☐ Application requires published notice
 D. ☐ Notification and/or concurrent approval by SLO
 E. ☒ Notification and/or concurrent approval by BLM
 F. ☐ Surface owner
 G. ☒ 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.

Paula M. Vance

Print or Type Name

Signature

3/30/23

Date

505-954-7286

Phone Number

pmvance@hollandhart.com

e-mail Address



Paula M. Vance
Associate
Phone (505) 954-7286
 PMVance@hollandhart.com

March 30, 2023

VIA ONLINE FILING

Dylan Fuge, Division Director (Acting)
 Oil Conservation Division
 Energy, Minerals and Natural Resources Department
 1220 South Saint Francis Drive
 Santa Fe, New Mexico 87505

Re: Ameredev Operating, LLC.
Request for Administrative Approval of Unorthodox Well Location

Tea Olive Fed Com 25 36 33 #115H well
 W/2 E/2 and the E/2 W/2 of Sections 28 and 33, Township 25 South, Range 36 East, Lea
 County, New Mexico
 Jal; Wolfcamp, West (oil) [Pool Code 33813]
 API No. 30-025-50742

Dear Mr. Fuge:

Ameredev Operating, LLC ("Ameredev") (OGRID No. 372224), pursuant to Division Rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC and applicable rules governing acreage and well location requirements for the Jal; Wolfcamp, West (oil) [Pool Code 33813], seeks administrative approval of an unorthodox well location for its **Tea Olive Fed Com 25 36 33 #115H well** (API No. 30-025-50742), in a 640-acre, more or less, spacing unit underlying the W/2 E/2 and the E/2 W/2 of Sections 28 and 33, Township 25 South, Range 36 East, Lea County, New Mexico.

The **Tea Olive Fed Com 25 36 33 #115H oil well** is an infill well. The **Tea Olive Fed Com 25 36 33 #124H oil well** is the defining well, creating the enlarged spacing unit.

The proposed location for the **Tea Olive Fed Com 25 36 33 #115H well** is as follows:

- Surface hole location: 230' FNL and 2,380' FEL (Lot 2) of Section 4, T26S-R36E
- First take point: 100' FSL and 1,500' FEL (Unit O) of Section 33, T25S-R36E
- Last take point: 100' FNL and 1,500' FEL (Unit B) of Section 28, T25S-R36E
- Bottom hole location: 50' FNL and 1,500' FEL (Unit B) of Section 28, T25S-R36E

T 505.988.4421 F 505.983.6043
 110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849
 Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208
 www.hollandhart.com

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming

Since this acreage is governed by the Division's statewide rules, the completed interval for this well will be unorthodox because it is closer than the standard offsets to the eastern boundary of the spacing unit—thus, encroaching on the E/2 E/2 of Sections 28 and 33, T25S-R36E. As explained in the engineering statement included as **Exhibit A**, approval of the unorthodox, completed interval is necessary to allow Ameredev to use its preferred well spacing plan for horizontal wells in this area, which will maximize recovery and prevent waste.

Exhibit B is a Form C-102 showing the proposed Tea Olive Fed Com 25 36 33 #115H well encroaches on the tracts to the east in the E/2 E/2 of Sections 28 and 33, T25S-R36E. Also, included is the Form C-102 for the Tea Olive Fed Com 25 36 33 #124H well, the defining well for the spacing unit.

Exhibit C is a plat for Sections 27, 28, 33, and 34, T25S-R36E, that shows the proposed Tea Olive Fed Com 25 36 33 #115H well in relation to the adjoining offsetting tracts/spacing unit to the east. The designated operator of the offsetting spacing unit is Ameredev. The exhibit identifies Ameredev's interests and the other working interest owners in the offsetting tracts/spacing unit. In addition, the exhibit identifies that this offsetting spacing unit includes Bureau of Land Management ("BLM") leases. Accordingly, the "affected persons"¹ are Ameredev, the other working interest owners and the BLM.

Exhibit D is a spreadsheet listing all affected persons and includes tracking information demonstrating that each of the affected persons requiring notice was sent a copy of this application with all attachments by certified mail advising that any objections must be filed in writing with the Division within 20 days from the date the Division receives the application. The following are the affected persons Ameredev provided notice:

Type	Affected Party	Location
Working Interest	Osprey Oil and Gas II, LL	E/2 E/2 of Sections 28 & 33
Working Interest	Oxy 1-Y Company	E/2 E/2 of Sections 28 & 33
Mineral Interest	Bureau of Land Management	E/2 E/2 of Sections 28 & 33

Your attention to this matter is appreciated.

Sincerely,



Paula M. Vance

ATTORNEY FOR AMEREDEV OPERATING, LLC

¹ See NMAC §§ 19.15.2.7.A(8) [defining "affected persons" as, "in the absence of an operator, or with respect to an application wherein the operator of the spacing unit or identified tract is the applicant, each working interest owner"] and 19.15.4.12.A(2)(a).

March 30, 2023

Oil Conservation Division
Energy, Minerals and Natural Resources Department
Attn: Mr. Leonard Lowe
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

**Re: Ameredev Operating, LLC.
Request for Administrative Approval of Unorthodox Well Location**

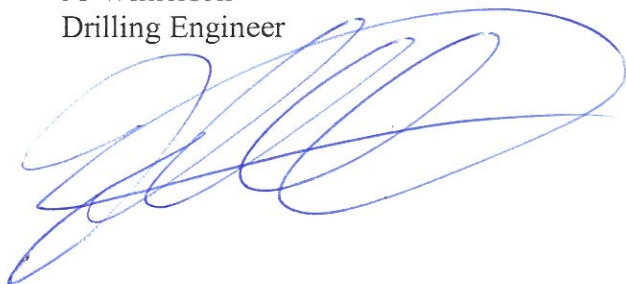
Tea Olive Fed Com 25 36 33 #115H well
W/2 E/2 and the E/2 W/2 of Sections 28 and 33, Township 25 South, Range 36 East, Lea
County, New Mexico
Jal; Wolfcamp, West (oil) [Pool Code 33813]
API No. 30-025-50742

Dear Mr. Lowe:

Ameredev Operating, LLC. ("Ameredev") respectfully requests administrative approval of a non-standard location for the Tea Olive Fed Com 25 36 33 #115H to allow the completed interval to be less than 330 feet from the eastern boundary of the existing 640.00-acre horizontal spacing unit. This well is located in the Jal; Wolfcamp, West (oil) (Pool Code 33813). Due to Ameredev's planned spacing pattern the Tea Olive Fed Com 25 36 33 #115H will be drilled less than 330 feet from the eastern boundary of the spacing unit. Ameredev requests approval of this non-standard location because it is necessary to avoid causing wasted resources and reducing the production of the well listed above.

Sincerely,

JT Wilkerson
Drilling Engineer



EXHIBIT

A

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

¹ API Number	² Pool Code	³ Pool Name
⁴ Property Code	⁵ Property Name TEA OLIVE FED COM 25 36 33	⁶ Well Number 115H
⁷ OGRID No.	⁸ Operator Name AMEREDEV OPERATING, LLC.	⁹ Elevation 2993'

¹⁰Surface Location

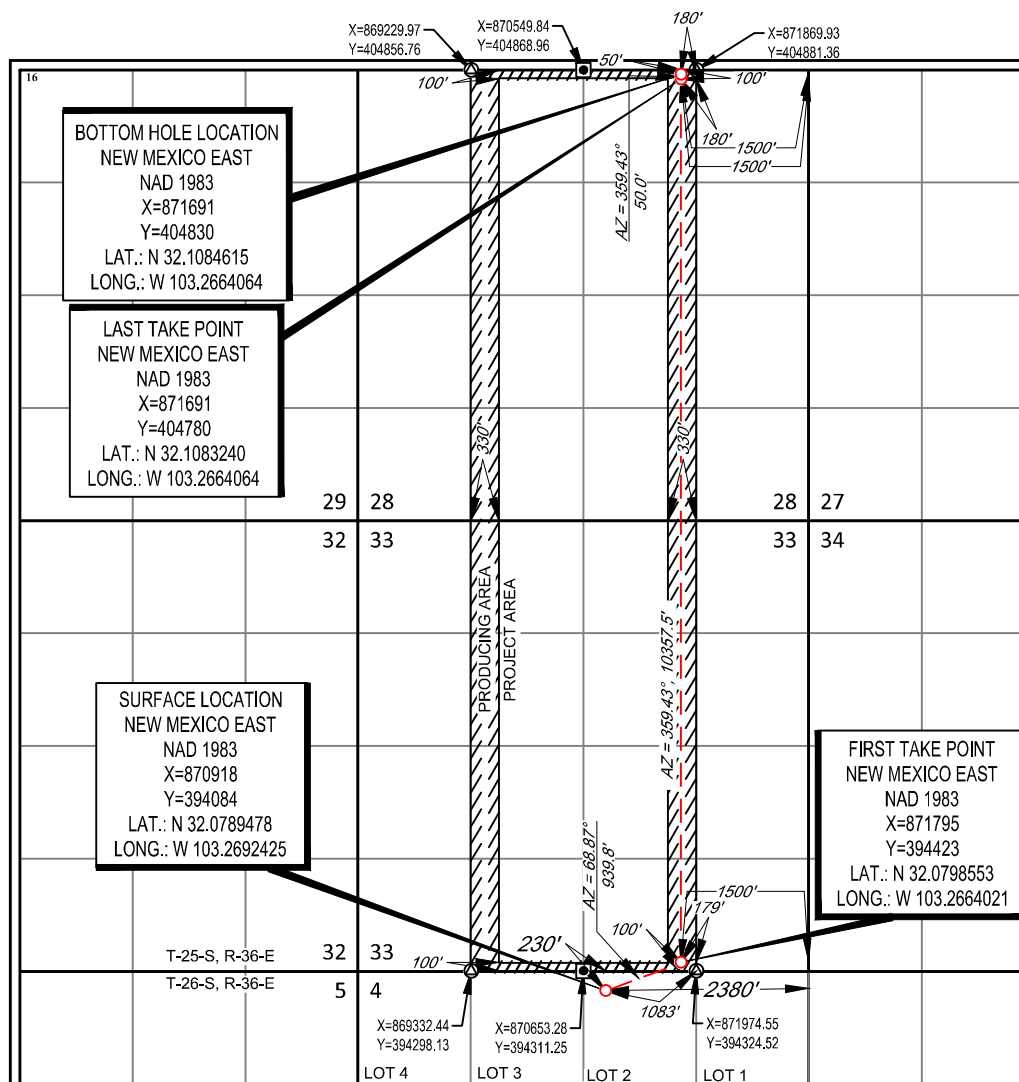
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
2	4	26-S	36-E	-	230'	NORTH	2380'	EAST	LEA

¹¹Bottom 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
B	28	25-S	36-E	-	50'	NORTH	1500'	EAST	LEA

¹² Dedicated Acres 640	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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.

¹⁷OPERATOR 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 _____

¹⁸SURVEYOR 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 to the best of my belief.

Date of Survey 01/19/2018

Signature and Seal of Professional _____

Certificate Number _____

WELL TYPE
INFILLEXHIBIT
B

District I
1625 N. French Dr., Hobbs, NM 88420
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.
Sante 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

¹ API Number		² Pool Code	³ Pool Name	
⁴ Property Code	⁵ Property Name			⁶ Well Number
	TEA OLIVE FED COM 25 36 33			124H
⁷ OGRID No.	⁸ Operator Name			⁹ Elevation
	AMEREDEV OPERATING, LLC.			2993'

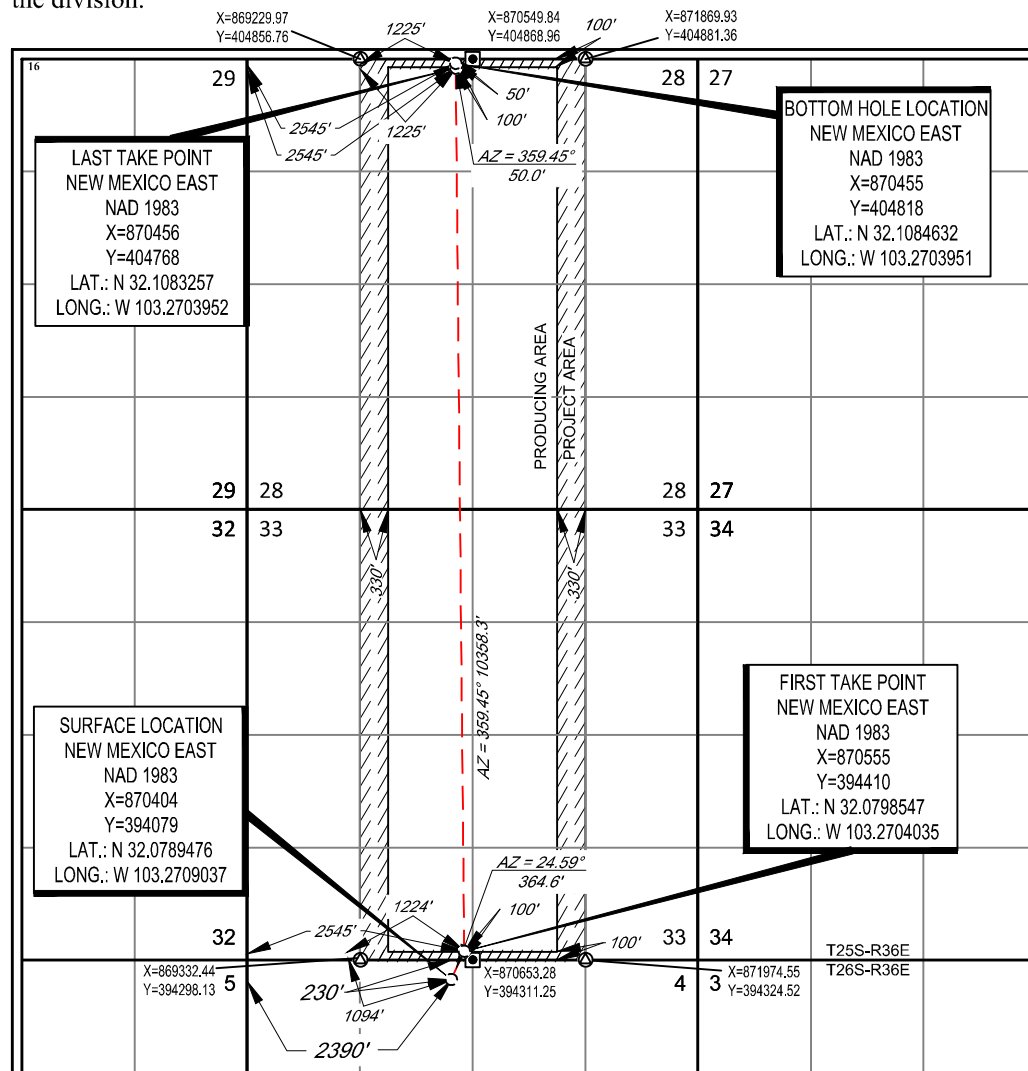
¹⁰**Surface Location**

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	4	26-S	36-E	—	230'	NORTH	2390'	WEST	LEA

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	28	25-S	36-E	—	50'	NORTH	2545'	WEST	LEA

¹² Dedicated Acres 640	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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.



¹⁷OPERATOR 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 to the best of my belief.

~~01/M9/2018~~

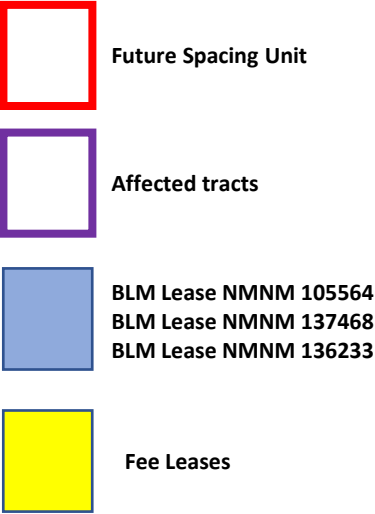
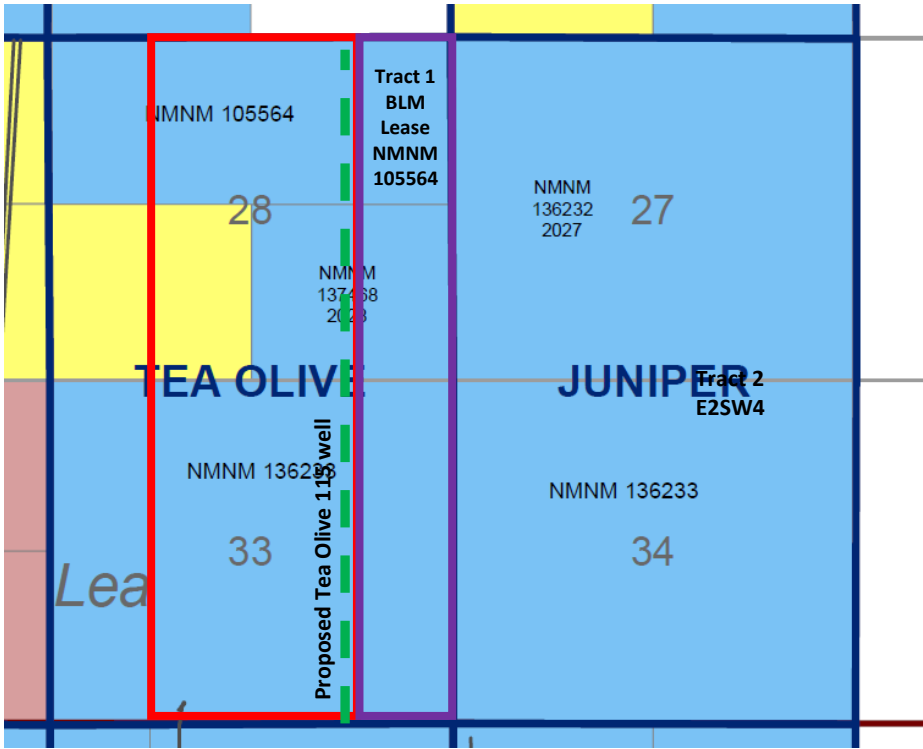
Date of Survey _____
Signature and Seal of Professional Surveyor _____

Certificate Number

WELL TYPE

DEFINING

EXHIBIT
B



TRACT	Entity Name
1	OSPREY OIL AND GAS II, LLC
1	OXY Y-1 COMPANY
1	BUREAU OF LAND MANAGEMENT

ADDR1	ADDR2	ADDR3	ADDR4	ADDR5	ADDR6
Osprey Oil and Gas II, LLC	707 N. Carizzo St.	Midland	TX	79701	
OXY Y-1 Company	5 Greenway Plaza Suite 110	Houston	TX	77046	
Bureau of Land Management	301 Dinosaur Trail	Santa Fe	NM	87508	

EXHIBIT

D



Paula M. Vance
Associate
Phone (505) 954-7286
PMVance@hollandhart.com

March 30, 2023

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: ALL AFFECTED PERSONS

Re: Ameredev Operating, LLC.
Request for Administrative Approval of Unorthodox Well Location

Tea Olive Fed Com 25 36 33 #115H well
W/2 E/2 and the E/2 W/2 of Sections 28 and 33, Township 25 South, Range 36 East, Lea
County, New Mexico
Jal; Wolfcamp, West (oil) [Pool Code 33813]
API No. 30-025-50742

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from the date this application is received by the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Brandon Forteza, Landman
Ameredev Operating LLC.
Office: (737) 300-4721
BForteza@ameredev.com

Sincerely,

A handwritten signature in blue ink, appearing to read 'Paula M. Vance'.

Paula M. Vance
ATTORNEY FOR AMEREDEV OPERATING, LLC.



Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, **must** match the labeled packages being presented to the USPS® employee with this form.

Shipment Date: 03/30/2023

Shipped From:

Name: HOLLAND & HART LLP (1)

Address: 110 N GUADALUPE ST # 1

City: SANTA FE

State: NM ZIP+4® 87501

Type of Mail	Volume
Priority Mail Express®*	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	3
Total	3

*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

B. USPS Action

Note to RSS Clerk:

1. Home screen > Mailing/Shipping > More
2. Select Shipment Confirm
3. Scan or enter the barcode/label number from PS Form 5630
4. Confirm the volume count message by selecting Yes or No
5. Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0043 4067 52



Firm Mailing Book For Accountable Mail

Name and Address of Sender HOLLAND & HART LLP (1) 110 N GUADALUPE ST # 1 SANTA FE NM 87501		Check type of mail or service <input type="checkbox"/> Adult Signature Required <input type="checkbox"/> Priority Mail Express <input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Registered Mail <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Signature Confirmation <input type="checkbox"/> Collect on Delivery (COD) <input type="checkbox"/> Signature Confirmation Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Priority Mail		Affix Stamp Here (for additional copies of this receipt). Postmark with Date of Receipt.												
USPS Tracking/Article Number	Addressee (Name, Street, City, State, & ZIP Code™)	Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee		
1. 9214 8901 9403 8309 2221 29	Osprey Oil and Gas II LLC 707 N Carizzo St Midland TX 79701	1.26	4.15	Handling Charge - if Registered and over \$50,000 in value							2.10					
2. 9214 8901 9403 8309 2221 36	OXY Y-1 Company 5 Greenway Plaza Suite 110 Houston TX 77046	1.26	4.15								2.10					
3. 9214 8901 9403 8309 2221 43	Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508	1.26	4.15								2.10					
									Adult Signature Required	Adult Signature Restricted Delivery	Restricted Delivery	Return Receipt	Signature Confirmation	Signature Confirmation Restricted Delivery	Special Handling	
Total Number of Pieces Listed by Sender 3	Total Number of Pieces Received at Post Office	Postmaster, Per (Name of receiving employee)														

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
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District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 202452

CONDITIONS

Operator: AMEREDEV OPERATING, LLC 2901 Via Fortuna Austin, TX 78746	OGRID: 372224
	Action Number: 202452
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	4/3/2023