

HINKLE SHANOR LLP

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

WRITER:

Gary W. Larson, Partner glarson@hinklelawfirm.com

November 15, 2017

VIA HAND DELIVERY

Florene Davidson Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505 Case 15902

Re:

NewTex Partners LLC Application

Dear Florene:

Enclosed please find: (i) for filing, the original and one (1) copy of an application by NewTex Partners LLC for approval of a 320-acre, non-standard oil spacing and proration unit to be dedicated to the Warthog #2H well; and (ii) a proposed hearing notice. I will email the proposed hearing notice to you in Word format.

As stated in the application, NewTex requests that the application be placed on the Division's December 21, 2017 hearing docket.

Thank you for your assistance.

Very truly yours,

Gary W. Larsor

GWL:jwl Enclosures

STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION 20/7 NOV 15 A 3: 22

APPLICATION OF NEWTEX PARTNERS, LLC FOR A NON-STANDARD SPACING AND PRORATION UNIT, CHAVES COUNTY, NEW MEXICO

Case No. 15902

APPLICATION

Pursuant to NMSA § 70-2-17, NewTex Partners, LLC ("NewTex") applies for an order approving a 320-acre, more or less, non-standard spacing and proration unit in the E/2 of Section 13, Township 8 South, Range 28 East, NMPM, Chaves County, New Mexico.

- 1. NewTex is a working interest owner in the E/2 of Section 13 and has the right to drill a well thereon.
- 2. NewTex has obtained voluntary agreements from all of the other mineral interests in the proposed project area to participate in the Warthog #2H horizontal well.
- 3. NewTex proposes to dedicate the above-referenced non-standard spacing and proration unit as the project area for its Warthog #2H well, which will be drilled from a surface location in Unit A to a bottom hole location in Unit P of Section 13, Township 8 South, Range 28 East.
- 4. The completed interval for the Warthog #2H well will remain within the 330-foot standard offset required by 19.15.15.9(A) NMAC.
- 5. NewTex has contracted with Hadaway Consulting and Engineering, LLC ("Hadaway") to drill and operate the Warthog #2H well. Consequently, NewTex requests that the Division designate Hadaway (OGRID No. 371985) as the operator of the project area and the Warthog #2H well.

WHEREFORE, NewTex requests that this Application be set for hearing on December 21, 2017 and that, after notice and hearing, the Division enter an order:

- A. Approving a 320-acre, more or less, non-standard spacing and proration unit (project area) in the San Andres formation in the E/2 of Section 13, Township 8 South, Range 28 East in Chaves County; and
 - B. Designating Hadaway as the operator of the project area and the Warthog #2H well.

HINKLE SHANOR LLP

Gary W. Jarson

P.O. Box 2068

Santa Fe, NM 87504-2068

Phone: (505) 982-4554 Facsimile: (505) 982-8623 glarson@hinklelawfirm.com

Counsel for NewTex Partners, LLC