

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Melanie Kenderdine
Cabinet Secretary

Ben Shelton
Deputy Secretary (Acting)

Gerasimos "Gerry" Razatos
Division Director (Acting)
Oil Conservation Division



Jody D. Crook
jcrook@pedevco.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL – 8883

Ridgeway Arizona Oil Corp [OGRID 164557]
Jennifer Chaveroo San Andres Unit Well No. 254H
API No. 30-041-20994

Reference is made to your application received on February 11th, 2025.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	150 FNL & 1960 FEL	B	36	07S	33E	Roosevelt
First Take Point	100 FSL & 1320 FEL	O	25	07S	33E	Roosevelt
Last Take Point	100 FNL & 1320 FEL	B	25	07S	33E	Roosevelt
Terminus	50 FNL & 1320 FEL	B	25	07S	33E	Roosevelt

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
W/2 E/2 Section 25	160	Chaveroo; San Andres	12049

You have requested to drill this horizontal well at an unorthodox well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal **oil** well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter - quarter section or equivalent. 19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the completed interval to any outer boundary of the horizontal spacing unit, measured along a line perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 330 feet for an **oil** well. 19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal well shall be no closer than 100 feet in the horizontal plane, to any outer boundary of the horizontal spacing unit.

Administrative Order NSL – 8883
Ridgeway Arizona Oil Corp.
Page 2 of 2

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of Take Points referenced above, within the described Horizontal Spacing Unit.

This well's completed interval is as close as 0 feet to the eastern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 25, encroachment to the E/2 E/2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

The Division understands you are seeking this unorthodox location to allow for efficient spacing of horizontal wells within the San Andres formation underlying the W/2 E/2 of Section 25. Approval will prevent waste of resources all while protecting the correlative rights of affected parties.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as the Division deems necessary.



GERASIMOS RAZATOS
DIRECTOR (ACTING)
GR/lrl

Date: 3/19/2025

Revised March 23, 2017

ID NO. 430408

NSL - 8883

RECEIVED: 02/11/25	REVIEWER:	TYPE:	APP NO: pLEL2504330045
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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: RIDGEWAY ARIZONA OIL CORPORATION **OGRID Number:** 164557
Well Name: JENNIFER CHAVEROO SAN ANDRES UNIT #254H **API:** 30-041-20994
Pool: CHAVEROO; SAN ANDRES **Pool Code:** 12049

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.

JODY D. CROOK

Print or Type Name

1.28.2025

Date

512.757.7052

Phone Number

Jody D. Crook
 Signature ID: 818HRCRQ14...

Signature

jcrook@pedevco.com

e-mail Address



February 3, 2025

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Attention: Leonard Lowe

**RE: *Application for Administrative Approval of Non-Standard Location
Jennifer Chaveroo San Andres Unit 254H – Chaveroo San Andres
Roosevelt County, New Mexico***

Dear Mr. Lowe:

Ridgeway Arizona Oil Corporation ("RAZO") respectfully requests administrative approval of a non-standard location on the Jennifer Chaveroo San Andres Unit 254H Well, API Number 30-041-20994 (the "254H Well"). The 254H well is proposed to be completed in the Chaveroo Sand Andres pool, Pool Code 12049, and the completed interval is to be located closer than 330 feet from the exterior boundary of the applicable spacing unit. The proposed completed interval is projected as follows:

Surface – 150' FNL 1,960' FEL Unit B Sec 36 T7S R33E
First Take Point – 100' FSL 1,320' FEL Unit O Sec 25 T7S R33E
Last Take Point – 100' FNL 1,320' FEL Unit B Sec 25 T7S R33E
Bottom Hole – 50' FNL 1,320' FEL FWL Unit B Sec 25 T7S R33E

The adjoining units towards which the unorthodox location encroaches are located in T7S R33E, Section 25 - Units A, H, I and P.

Approval of the unorthodox completed interval will allow for efficient spacing of horizontal wells and thereby prevent waste.

To support this request, the following information has been submitted for your review:

- 1.) Application for Permit to Drill for the Jennifer Chaveroo San Andres Unit 254H Well
- 2.) C-102 Plat for the Jennifer Chaveroo San Andres Unit 254H Well and additional plats with offsetting well and affected spacing units
- 3.) List of affected offset parties in each adjoining spacing unit in the same pool or formation located closer to the unorthodox well location than the minimum distance prescribed by applicable rule or order, copies of the signed certified return receipts will be furnished upon request.
- 4.) Waiver Letter from EPM Chaveroo, LLC
- 5.) Notice Letter to New Mexico State Land Office
- 6.) Statement from RAZO Operations Manager

575 N Dairy Ashford Rd, EC II Suite 210 | Houston, TX 77079 | 713.221.1768

If you need any additional information, please call me at 512-757-7052.

Sincerely,

RIDGEWAY ARIZONA OIL CORPORATION

Jody D. Crook

Jody D. Crook

Application Non-Standard Location – Service List
Ridgeway Arizona Oil Corporation
Jennifer Chaveroo San Andres Unit 254H

New Mexico Oil Conservation Division
811 S. First St.
Artesia, NM 88210

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
Email to Mr. Leonard Lowe

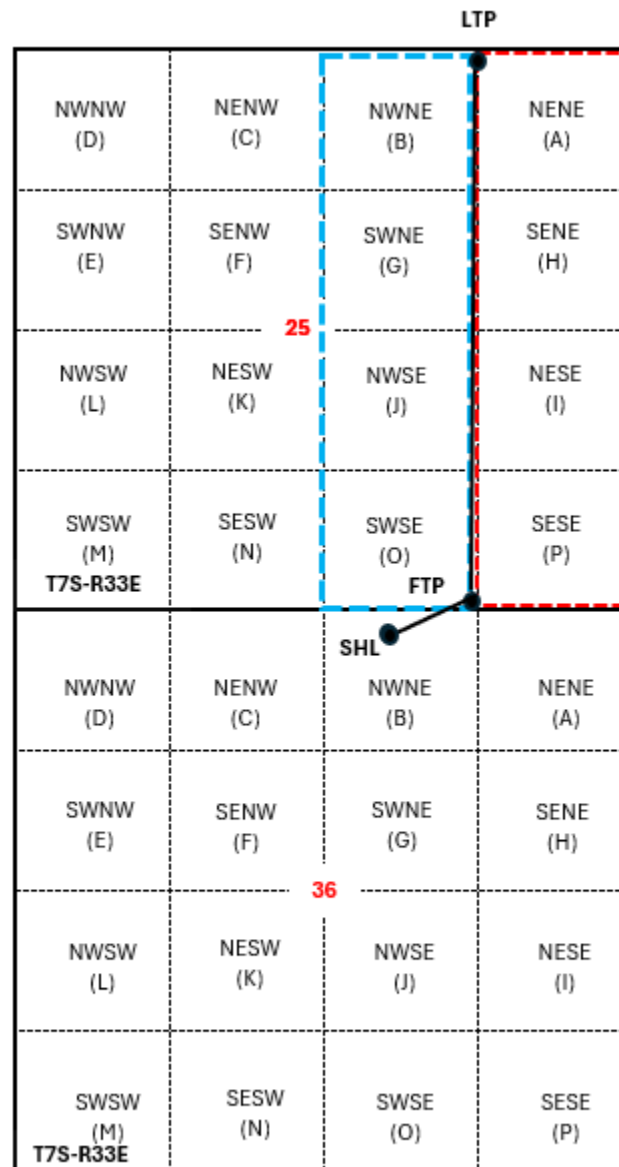
New Mexico State Land Office
Oil, Gas & Minerals
310 Old Santa Fe Trail
Santa Fe, NM 87501

T7S-R33E

Working Interest Ownership: Section 25 – Units A, H, I and P

EPM Chaveroo, LLC
Attn: Mark Bunch
1155 Dairy Ashford Rd, Suite 425
Houston, TX 77079

Ridgeway Arizona Oil Corporation
Jennifer Chaveroo San Andres Unit #254H
Section 36, Township 7 South, Range 33 East
Roosevelt County, New Mexico



Red Outline - Affected Tracts

Blue Outline- Horizontal Spacing Unit

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024	
		Submittal Type:	<input type="checkbox"/> Initial Submittal
			<input type="checkbox"/> Amended Report
		<input type="checkbox"/> As Drilled	

WELL LOCATION INFORMATION

API Number	Pool Code	Pool Name
Property Code	Property Name JENNIFER CHAVEROO SAN ANDRES UNIT	Well Number 254H
OGRID No.	Operator Name RIDGEWAY ARIZONA OIL CORP.	Ground Level Elevation 4318.6'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	36	7-S	33-E		150' FNL	1960' FEL	33.671343 33°40'16.84"	-103.516097 -103°30'57.95"	ROOSVELT

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	25	7-S	33-E		50' FNL	1320' FEL	33.686150 33°41'10.14"	-103.513948 -103°30'50.21"	ROOSVELT

Dedicated Acres 160	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County

First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
P	25	7-S	33-E		100' FSL	1320' FEL	33.672049 33°40'19.38"	-103.513988 -103°30'50.36"	ROOSVELT

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	25	7-S	33-E		100' FNL	1320' FEL	33.686013 33°41'09.65"	-103.513949 -103°30'50.22"	ROOSVELT

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation:
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OPERATOR CERTIFICATIONS

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief and, **if the well is a vertical or directional well, 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 a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.**

If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.


Signature

09/26/2024
Date

Nathan Alleman

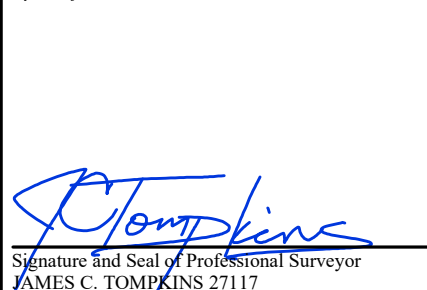
Printed Name

nate.alleman@aceadvisors.com

Email Address

SURVEYOR CERTIFICATIONS

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


Signature and Seal of Professional Surveyor
JAMES C. TOMPKINS 27117

Date 09/25/2024

Job. No.: WTC-56445

Draft: FH!

Certificate Number

27117

Date of Survey

MAY 16, 2024

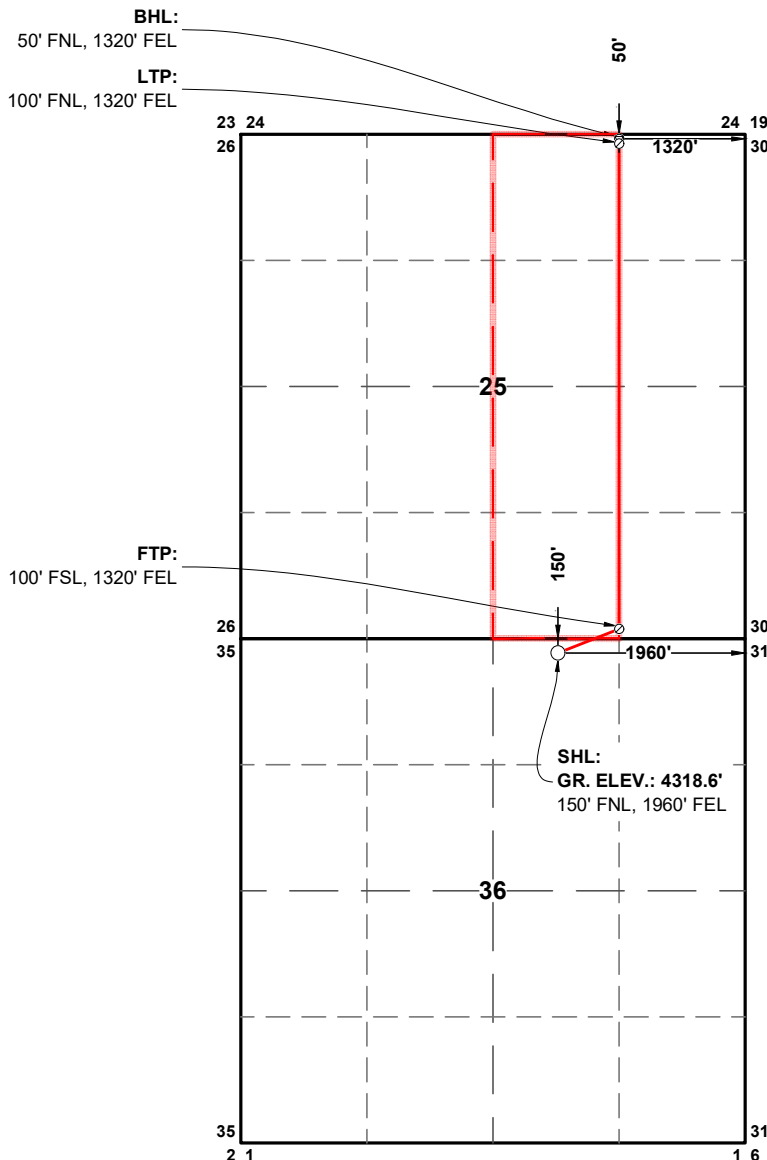


Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



JCSAU 254H

SHL: GR. ELEV. 4318.6'

NMSP-E (NAD 83)

N.(Y): = 972784.8'

E.(X): = 789971.7'

LAT.: = 33.6713431° N

LON.: = 103.5160969° W

NMSP-E (NAD 27)

N.(Y): = 972720.3'

E.(X): = 748795.4'

LAT.: = 33.6712474° N

LON.: = 103.5155861° W

FTP JCSAU 254H

NMSP-E (NAD 83)

N.(Y): = 973046.9'

E.(X): = 790611.1'

LAT.: = 33.6720492° N

LON.: = 103.5139885° W

NMSP-E (NAD 27)

N.(Y): = 972982.3'

E.(X): = 749434.8'

LAT.: = 33.6719536° N

LON.: = 103.5134777° W

LTP JCSAU 254H

NMSP-E (NAD 83)

N.(Y): = 978128.0'

E.(X): = 790582.9'

LAT.: = 33.6860126° N

LON.: = 103.5139488° W

NMSP-E (NAD 27)

N.(Y): = 978063.4'

E.(X): = 749406.6'

LAT.: = 33.6859175° N

LON.: = 103.5134379° W

BHL JCSAU 254H

NMSP-E (NAD 83)

N.(Y): = 978178.0'

E.(X): = 790582.6'

LAT.: = 33.6861500° N

LON.: = 103.5139484° W

NMSP-E (NAD 27)

N.(Y): = 978113.4'

E.(X): = 749406.4'

LAT.: = 33.6860549° N

LON.: = 103.5134375° W

SECTION: 36, T-7-S, R-33-E, N.M.P.M.

COUNTY: ROOSEVELT STATE: NEW MEXICO

DESCRIPTION: 150' FNL, 1960' FEL

OPERATOR: RIDGEWAY ARIZONA OIL CORP.

WELL NAME: JENNIFER CHAVEROO SAN ANDRES UNIT 254H



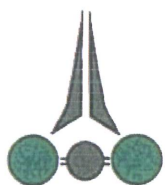
ENGINEERS I SURVEYORS

Released to Imaging: 3/19/2025 2:28:47 PM

WTC, INC.
405 S.W. 1st Street
Andrews, TX 79714
(432) 523-2181

RIDGEWAY ARIZONA OIL CORP.

JOB NO.: WTC56445



Ridgeway

Arizona Oil Corporation

January 27, 2025

EPM Chaveroo, LLC
Attn: Mr. Mark Bunch
1155 Dairy Ashford Rd., Suite 425
Houston, TX 77079

RE: *Request for Wavier*
Application for Administrative Approval of Non-Standard Location
Jennifer Chaveroo San Andres Unit 254H – Chaveroo San Andres
Roosevelt County, New Mexico

Dear Mr. Bunch:

Attached please find Ridgeway Arizona Oil Corporation's ("RAZO") request for administrative approval of a non-standard location on the Jennifer Chaveroo San Andres Unit 254H Well, API Number 30-041-20994 (the "254H Well"). The 254H well is proposed to be completed in the Chaveroo Sand Andres pool, Pool Code 12049, and the completed interval is to be located closer than 330 feet from the exterior boundary of the applicable spacing unit. The proposed completed interval is projected as follows:

Surface – 150' FNL 1,960' FEL Unit B Sec 36 T7S R33E
First Take Point – 100' FSL 1,320' FEL Unit O Sec 25 T7S R33E
Last Take Point – 100' FNL 2640' FWL Unit B Sec 25 T7S R33E
Bottom Hole – 50' FNL 2640' FWL Unit B Sec 25 T7S R33E

EPM Chaveroo, LLC ("EPM") is receiving this notice as an offsetting leasehold owner in the affected tract as shown in the attached applicated and RAZO requests that EPM provide its written waiver of any objection the to subject applicated by signing in the space provided below and returning to the undersigned.

If you need any additional information, please call me at 512-757-7052.

Sincerely,

RIDGEWAY ARIZONA OIL CORPORATION

Jody D. Crook

EPM Chaveroo, LLC
January 27, 2024
Request for Wavier – JCSAU 254H
Page 2 of 2

EPM, as an offsetting leasehold owner in the affected tract, hereby provides its written waiver of any objection to RAZO's Application for Administrative Approval of Non-Standard Location for the Jennifer Chaveroo San Andres Unit 254H well.

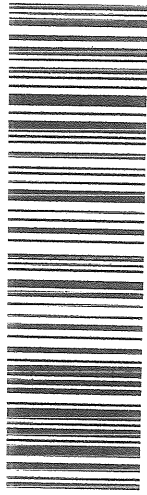
Agreed to and accepted this 29th day of January 2025.

EPM CHAVEROO, LLC

By: 

Mark Bunch, Chief Operating Officer

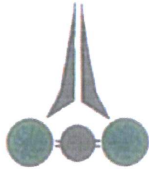
IDGEWAY ARIZONA OIL COMPANY
75 N DAIRY ASHFORD RD STE 210
HOUSTON, TX 77079



9589 0710 5270 0988 3883 88
9589 0710 5270 0988 3883 88

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OFFICIAL USE	
Certified Mail Fee \$	Postmark Here
Extra Services & Fees (check box, add fee as appropriate)	
<input type="checkbox"/> Return Receipt (hardcopy) \$	
<input type="checkbox"/> Return Receipt (electronic) \$	
<input type="checkbox"/> Certified Mail Restricted Delivery \$	
<input type="checkbox"/> Adult Signature Required \$	
<input type="checkbox"/> Adult Signature Restricted Delivery \$	
Postage \$	
Total Postage and Fees \$	
Sent To <i>New Mexico State Land Office</i>	
Street and Apt. No., or PO Box No. <i>310 Old Santa Fe Trail</i>	
City, State, ZIP+4® <i>Santa Fe, NM 87501</i>	
PS Form 3800, January 2023 ESN 7530-02-000-9047 See Reverse for Instructions	

NEW MEXICO STATE LAND OFFICE
310 OLD SANTA FE TRAIL
SANTA FE, NM 87501



Ridgeway

Arizona Oil Corporation

To: NEW MEXICO OIL CONSERVATION DIVISION
Attn: Mr. Leonard Lowe

From: Charles Hinojosa

Date: 1/27/2025

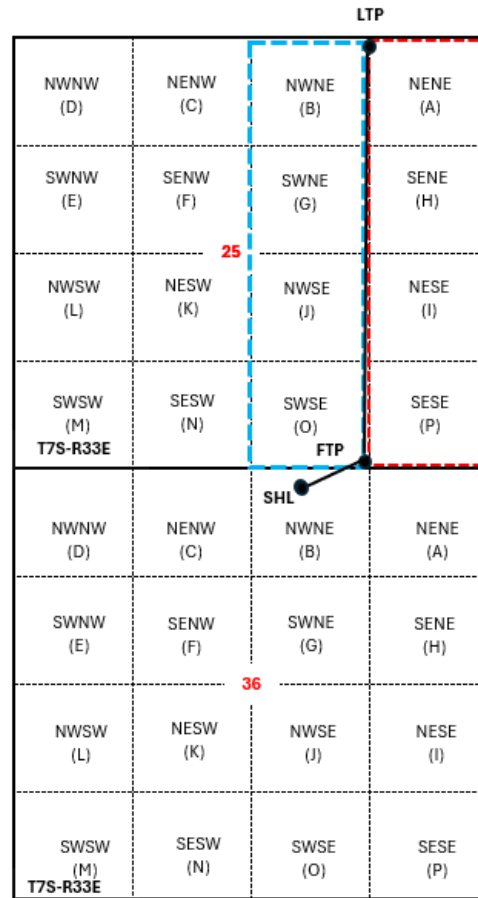
Re: Application for Administrative Approval of Non-Standard Location
Jennifer Chaveroo San Andres Unit #254H -Chaveroo San Andres
Roosevelt County, New Mexico

STATEMENT REGARDING NEED FOR NON-STANDLARD LOCATION

The approval of the Non-Standard Location for the Jennifer Chaveroo San Andres Unit #254H Well will allow for efficient spacing of the horizontal wells and thereby prevent waste.

Charles Hinojosa, Operations Manager

**Ridgeway Arizona Oil Corporation
Jennifer Chaveroo San Andres Unit #254H
Section 36, Township 7 South, Range 33 East
Roosevelt County, New Mexico**



Red Outline - Affected Tracts

Blue Outline- Horizontal Spacing Unit

Section 25 Ownership:

Surface – New Mexico State Land Office	100%
Minerals- New Mexico State Land Office	100%
Leasehold Working Interest - Ridgeway Arizona Oil Corporation	50%
EPM Chaveroo, LLC	50%

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

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

CONDITIONS

Action 430408

CONDITIONS

Operator: RIDGEWAY ARIZONA OIL CORP. 575 N. Dairy Ashford Houston, TX 77079	OGRID: 164557
	Action Number: 430408
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	2/12/2025