APPLICATION PROTESTED

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Protestant:	ALDHL &	Sud OperA	tinglic
Date Protest I	Received:	7-13-2017	
Notification of	Applicant: _	7-13-2017	·
Resolution:	☐ Hearing	□ Negotiation	□ Withdrawn
Copy to Technical F	Reviewer		
,			

Subject: Re: Protest of Application to Inject- Ruiz SWD Well No. 1

Date: Tuesday, June 6, 2017 at 11:26:48 AM Central Daylight Time

From: Randy Cate

To: telsener@matadorresources.com, Chris Carleton

CC: Preston Stein, Mike McCurdy

Chris & Tom,

It appears Delaware Energy has satisfied my initial concerns on casing design. I also believe their well will be needed and will be cheaper than going to Matador's Black River system. I plan to withdraw my objection by Friday . Since I have been deferring to Matador, Please let me know if there are reasons not to allow them to go forward on their project.

Randy Cate Guardian Operating Corp. RSC Resources, L.P. 432-553-1849

From: Mike McCurdy <mmccurdy@delawareenergyllc.com>

To: "guardianopcorp@yahoo.com" <guardianopcorp@yahoo.com>; "telsener@matadorresources.com"

<telsener@matadorresources.com>

Cc: "ccarleton@matadorresources.com" <ccarleton@matadorresources.com>; Preston Stein <Preston@delawareenergyllc.com>

Sent: Friday, June 2, 2017 9:02 AM

Subject: FW: Protest of Application to Inject- Ruiz SWD Well No. 1

Randy/Tom,

My name is Mike McCurdy and I'm an engineer with Delaware Energy. I was wanting to follow-up with you regarding our SWD permit (Ruiz SWD #1, Sec. 10 T24S R28E) we filled with the NMOCD last November 2016. The permit was protested by Guardian and deferred to Matador's judgement as operators (email history below). In December of 2016 we had a phone call with Matador and came to an agreement on the Ruiz SWD casing design (I have the email history on a different chain, please let me know if you need me to send it). If Guardian/Matador agrees with the new casing design them we would appreciate an email or letter stating that we have came to an agreement. If there are still concerns I would like to set up another call/meeting and discuss a way we can come to a resolution. Below is a summary of what was agreed upon during the meeting with Matador last December 2016 (wellbore and C-108 attached with changes).

Ruiz SWD #1 (Casing design after meeting with Matador)

Wellbore surface location is approximately 70ft south of the East/West mid-section line of section 10, 245, 28E. Delaware Energy LLC agrees to drill the Ruiz directionally controlled so that the path of the wellbore is located at the mid point of the section (+/- 2,640 FSL, 2,584' FWL) through all of the productive intervals: Top of the Delaware Mountain group to total depth (approx. 2,500' – 14,650'). Delaware Energy will provide Matador Resources with the final certified directional survey data following drilling and submit to the OCD as required. This will provide 330ft of distance to both the legal oil well setbacks north and south of the wellbore. Delaware Energy agrees to install 9-5/8" OD intermediate casing that is sufficient strength to prevent failure: greater than 40 lb./ft. wall thickness, semi-premium threads, high collapse rated pipe, high strength grade, equal to or greater that of wellbore construction of Black River SWD #1 drilled by Matador Resources. Cement will be circulated to surface on all casing strings.

Best Regards,

Mike McCurdy
Operations Engineer

Delaware Energy, LLC 3001 W. Loop 250 N. Midland, TX 79705 432-312-5251

From: Randy Cate <guardianopcorp@yahoo.com>
Date: November 28, 2016 at 5:19:51 PM CST

To: Preston Stein < Preston@delawareenergyllc.com>

Cc: Tom Elsener < telsener @matadorresources.com >, Chris Carleton

<carleton@matadorresources.com>

Subject: Re: Protest of Application to Inject- Ruiz SWD Well No. 1

Reply-To: Randy Cate < guardianopcorp@yahoo.com>

Preston.

I still have concerns, but will defer to Matador's judgement as Operator. Thanks

Randy Cate Guardian Operating Corp. RSC Resources, L.P. 432-553-1849

From: Preston Stein < <u>Preston@delawareenergyllc.com</u>>
To: Preston Stein < <u>Preston@delawareenergyllc.com</u>>

Cc: Randy Cate <guardianopcorp@yahoo.com>; Tom Elsener

<telsener@matadorresources.com>; Chris Carleton <carleton@matadorresources.com>

Sent: Sunday, November 27, 2016 9:33 PM

Subject: Re: Protest of Application to Inject- Ruiz SWD Well No. 1

Tom and Randy,

Please advise as to the below at your earliest convenience so that we can move forward. Thank you.

Best Regards,

Preston M. Stein Vice President Delaware Energy, LLC 3001 W. Loop 250 N Suite C-105-318 Midland, TX 79705 (214) 558-1371

This electronic transmission and any attached documents or other writings are intended only for the person or entity to which it is addressed and may contain information that is privileged, confidential or otherwise protected from disclosure. If you have received this communication in error, please immediately notify sender by return e-mail and destroy the communication. Any disclosure, copying, distribution or the taking of any action concerning the contents of this communication or any attachments by anyone other than the named recipient is strictly prohibited.

On Nov 16, 2016, at 11:32 AM, Preston Stein preston@delawareenergyllc.com wrote:

Randy & Tom,

Attached please find a reworked casing/cement program and associated wellbore diagram etc. in order to alleviate concern on the Ruiz SWD Well No. 1. This was put together following conversation with MRC and e-mail correspondence with Mr. Cate regarding concerns.

Please let me know if this satisfies any concerns you had.

Best Regards,

Preston M. Stein Vice President Delaware Energy, LLC 3001 W. Loop 250 N Suite C-105-318 Midland, TX 79705 (214) 558-1371

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From: Randy Cate [mailto:guardianopcorp@yahoo.com]

Sent: Thursday, November 10, 2016 5:08 PM

To: Preston Stein com>

Cc: Chris Carleton < <u>ccarleton@matadorresources.com</u>>; McMillan Michael EMNRD < <u>michael.mcmillan@state.nm.us</u>>; Goetze Phillip

EMNRD <phillip.goetze@state.nm.us>

Subject: Re: Protest of Application to Inject- Ruiz SWD Well No. 1

Preston.

I don't see in the application which grade and weight of 7" you plan, unless I missed it, and I am very concerned with collapse of the casing when we perform our high pressure stimulations in the soon to be drilled Wolfcamp horizontal wells. Matador Production has now assumed operations in the S2 of section 10 and we need to have their input also. I imagine we will be drilling laterals very close to your proposed well bore and don't want either of us to suffer from a casing failure.

Regards,

Randy Cate Guardian Operating Corp. RSC Resources, L.P. 432-553-1849

From: Preston Stein preston@delawareenergyllc.com>

To: guardianopcorp@yahoo.com

Sent: Tuesday, November 8, 2016 10:59 AM

Subject: FW: Protest of Application to Inject- Ruiz SWD Well No. 1

Mr. Cate,

As we've been informed below, Guardian and RSC are protesting this application due to inadequate casing program.

Depth of usable ground water as indicated by data on the website of the NM State Engineer is less than 100ft. Ground water will be protected by setting 13-3/8" surface casing to 400ft and circulating cement to surface. 9-5/8" casing will be set at approx. 2500ft and cemented to surface to protect any salt or evaporate minerals that are located in the rustler, Salado or Castile. Lamar limestone is traditionally used in this area as a geologic marker for intermediate casing setting depth, along with being a competent lithology for setting the casing shoe it is also a quality marker for the transition from the evaporate interval to the Delaware Mountain Group. All hydrocarbon bearing zones will be isolated from the top of the Devonian carbonate (13,650') to the top of the Delaware (2,550' Bell Canyon) will be isolated by setting and cementing surface 7" casing 0-13,650'. Two offset Devonian SWDs have been drilled and completed with an identical casing design (Cigarillo SWD and Top Gun SWD).

I've attached the completion reports for the Cigarillo and Top Gun for your convenience.

Would it appease Guardian and RSC if we were to amend our casing/cement plan to run 9 5/8" casing to the top of Wolfcamp?

In any event, we'd like to amend our casing/cementing plan to address any concerns you have and move forward with this application. Look forward to hearing from you.

Best Regards,

Preston M. Stein Vice President Delaware Energy, LLC 3001 W. Loop 250 N Suite C-105-318 Midland, TX 79705 (214) 558-1371 This electronic transmission and any attached documents or other writings are intended only for the person or entity to which it is addressed and may contain information that is privileged, confidential or otherwise protected from disclosure. If you have received this communication in error, please immediately notify sender by return e-mail and destroy the communication. Any disclosure, copying, distribution or the taking of any action concerning the contents of this communication or any attachments by anyone other than the named recipient is strictly prohibited.

From: McMillan, Michael, EMNRD [mailto:Michael.McMillan@state.nm.us]
Sent: Monday, October 31, 2016 11:48 AM

To: Preston Stein < preston@delawareenergyllc.com >

Cc: Goetze, Phillip, EMNRD < Phillip.Goetze@state.nm.us>; Lowe, Leonard, EMNRD < Leonard.Lowe@state.nm.us>; Jones, William V, EMNRD < William V.Jones@state.nm.us>; guardianopcorp@yahoo.com

Subject: Protest of Application to Inject- Ruiz SWD Well No. 1

RE: Ruiz SWD Well No. 1 (API 30-015-pending; Appl. No. pMAM1630053276) – Sec 10, T. 24 S., R. 28 E., NMPM, Eddy County.

Mr. Stein

OCD was notified that Guardian Operating, Corporation and RSC Resources, L.P. (Guardian) are protesting this application for approval of a salt water disposal well. Guardian has stated that the proposed injection well's proposed casing programs is inadequate. Therefore, you are being notified that if Delaware Energy, LLC wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review. Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing. Please contact me with any questions regarding this matter. PRG

Counsel for Guardian Operating

Randy Cate 6824 Island Circle Midland, TX. 79707 Phone: 432.553.1849

E-mail: guardianopcorp@yahoo.com

MICHAEL A. MCMILLAN

Engineering Bureau, Oil Conservation Division 1220 south St. Francis Dr., Santa Fe NM 87505 O: 505.476.3448

Michael.McMillan@state.nm.us

<C-108 Additional Questions Ruiz SWD No 1.docx>

<Ruiz SWD No 1 C-108.rtf>

<Ruiz SWD No 1 WBD as Proposed.xlsx>

Subject: Fwd: Protest of Application to Inject- Ruiz SWD Well No. 1

Date: Tuesday, June 27, 2017 at 1:35:51 PM Central Daylight Time

From: Preston Stein
To: Mike McCurdy

Best Regards,

Preston M. Stein Vice President Delaware Energy, LLC 3001 W. Loop 250 N Suite C-105-318 Midland, TX 79705 (214) 558-1371

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Begin forwarded message:

From: Randy Cate <guardianopcorp@yahoo.com>

Date: June 27, 2017 at 1:19:09 PM CDT

To: "McMillan, Michael, EMNRD" < Michael. McMillan@state.nm.us >, Preston Stein

complete

Cc: "Goetze, Phillip, EMNRD" < Phillip.Goetze@state.nm.us>, "Lowe, Leonard, EMNRD"

<Leonard.Lowe@state.nm.us>, "Jones, William V, EMNRD" < William V. Jones@state.nm.us>, Chris

Carleton < ccarleton@matadorresources.com >

Subject: Re: Protest of Application to Inject- Ruiz SWD Well No. 1

Gentlemen,

RSC Resources, LP and Guardian Operating Corp. hereby drop their objection to the Ruiz SWD application as Delaware Energy has revised its casing program to our satisfaction.

Regards,

Randy Cate Guardian Operating Corp. RSC Resources, L.P. 432-553-1849

On Monday, October 31, 2016, 11:47:59 AM CDT, McMillan, Michael, EMNRD < Michael.McMillan@state.nm.us> wrote:

RE: Ruiz SWD Well No. 1 (API 30-015-pending; Appl. No. pMAM1630053276) – Sec 10, T. 24 S., R. 28 E., NMPM, Eddy County.

Mr. Stein

OCD was notified that Guardian Operating, Corporation and RSC Resources, L.P. (Guardian) are protesting this application for approval of a salt water disposal well. Guardian has stated that the proposed injection well's proposed casing programs is inadequate. Therefore, you are being notified that if Delaware Energy, LLC wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review. Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing. Please contact me with any questions regarding this matter. PRG

Counsel for Guardian Operating

Randy Cate

6824 Island Circle

Midland, TX. 79707

Phone: 432.553.1849

E-mail: guardianopcorp@yahoo.com

MICHAEL A. MCMILLAN

Engineering Bureau, Oil Conservation Division

1220 south St. Francis Dr., Santa Fe NM 87505

O: 505.476.3448

Michael.McMillan@state.nm.us

Subject:

FW: Protest of Application to Inject- Ruiz SWD Well No. 1

Date:

Sunday, July 2, 2017 at 9:07:59 AM Central Daylight Time

From:

Mike McCurdy

To:

McMillan, Michael, EMNRD, Collins, Karen, EMNRD, Sharp, Karen, EMNRD

CC:

Preston Stein

Attachments: Ruiz SWD No 1 Survey.pdf, Ruiz SWD No 1 C-108.pdf, Ruiz SWD No 1 Email for new Casing

Design.pdf, Ruiz SWD No 1 Release of protest.pdf, C-108 Additional Questions Ruiz SWD No 1 (2).docx, Ruiz SWD No 1 WBD as Proposed.xlsx, Ruiz SWD No 1 Administrative Approval.pdf

Michael/Karen/Karen,

This permit was protested last October 2016 due to Guardian/RSC's (Both Randy Cate, see Randy's email signature below) concerns with our casing design. Guardian/RSC protested due to Delaware Energy not specifying the casing weights we planned to use on our new drill design (emails attached). As you can see we have updated our casing design and are requesting approval of our Ruiz SWD #1 permit. Attached in this email are the following items as requested (copies of these documents will be sent on 7/3 via certified mail to Karen Collins, Michael McMillan and Karen Sharp).

Attached are the following documents for the Ruiz SWD #1 (as requested):

- Administrative Application Checklist
- C-108 Application for Authority to Inject
- C-108 Additional Questions Answered
- C-102
- Wellbore Diagram of Ruiz SWD #1 As Proposed (with casing weights specified)
- Email from Guardian/RSC release of protest
- Email correspondence over casing concerns and needed changes

Best Regards,

Mike McCurdy Operations Engineer Delaware Energy, LLC 3001 W. Loop 250 N. Midland, TX 79705 432-312-5251

From: Preston Stein < Preston@delawareenergyllc.com>

Date: Tuesday, June 27, 2017 at 1:35 PM

To: Mike McCurdy <mmccurdy@delawareenergyllc.com>

Subject: Fwd: Protest of Application to Inject- Ruiz SWD Well No. 1

Best Regards,

Preston M. Stein

Vice President Delaware Energy, LLC 3001 W. Loop 250 N Suite C-105-318 Midland, TX 79705 (214) 558-1371

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Begin forwarded message:

From: Randy Cate < guardianopcorp@yahoo.com >

Date: June 27, 2017 at 1:19:09 PM CDT

To: "McMillan, Michael, EMNRD" < Michael. McMillan@state.nm.us>, Preston Stein

cpreston@delawareenergyllc.com>

Cc: "Goetze, Phillip, EMNRD" < Phillip. Goetze@state.nm.us>, "Lowe, Leonard,

EMNRD" < Leonard.Lowe@state.nm.us>, "Jones, William V, EMNRD"

< <u>William V. Jones@state.nm.us</u>>, Chris Carleton < <u>ccarleton@matadorresources.com</u>>

Subject: Re: Protest of Application to Inject- Ruiz SWD Well No. 1

Gentlemen,

RSC Resources, LP and Guardian Operating Corp. hereby drop their objection to the Ruiz SWD application as Delaware Energy has revised its casing program to our satisfaction.

Regards,

Randy Cate Guardian Operating Corp. RSC Resources, L.P. 432-553-1849

On Monday, October 31, 2016, 11:47:59 AM CDT, McMillan, Michael, EMNRD <Michael.McMillan@state,nm.us> wrote:

RE: Ruiz SWD Well No. 1 (API 30-015-pending; Appl. No. pMAM1630053276) – Sec 10, T. 24 S., R. 28 E., NMPM, Eddy County.

Mr. Stein

OCD was notified that Guardian Operating, Corporation and RSC Resources, L.P. (Guardian) are protesting this application for approval of a salt water disposal well. Guardian has stated that the proposed injection well's proposed casing programs is inadequate. Therefore, you are being notified that if Delaware Energy, LLC wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review. Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing. Please contact me with any questions regarding this matter. PRG

Counsel for Guardian Operating

Randy Cate

6824 Island Circle

Midland, TX. 79707

Phone: 432.553.1849

E-mail: guardianopcorp@yahoo.com

MICHAEL A. MCMILLAN

Engineering Bureau, Oil Conservation Division

1220 south St. Francis Dr., Santa Fe NM 87505

O: 505.476.3448

Michael.McMillan@state.nm.us

Delaware Energy, LLC Application for Injection/SWD Ruiz SWD #1

UL K, Sec. 10, T-24-S, R-28-E, 2,565' FSL & 2,360' FWL, Eddy Co., NM July 2017

Contents:

- 1. Administrative Application Checklist
- 2. Form C-108: Application for Authority to Inject
- 3. Form C-108 Additional Questions Answered
- 4. Form C-102
- 5. Wellbore diagram of Ruiz SWD #1 As Proposed (with casing weights specified)
- 6. Email from Guardian releasing protest
- 7. Email correspondence over casing concerns and needed changes
- 8. Email sent 7/2 to Michael McMillan, Karen Collins and Karen Sharp regarding the attached documents

McMillan, Michael, EMNRD

From:

Mike McCurdy <mmccurdy@delawareenergyllc.com>

Sent:

Wednesday, July 5, 2017 8:30 AM

То:

McMillan, Michael, EMNRD

Subject:

Re: Protest of Application to Inject- Ruiz SWD Well No. 1

Michael,

The Ruiz SWD will be drilled with a directional team and will have a bottom hole location approximately 2,630' or less from the South lease line.

Best Regards,

Mike McCurdy Operations Engineer Delaware Energy, LLC 3001 W. Loop 250 N. Midland, TX 79705 432-312-5251

From: Mike McCurdy <mmccurdy@delawareenergyllc.com>

Date: Wednesday, July 5, 2017 at 9:17 AM

To: "McMillan, Michael, EMNRD" < Michael. McMillan@state.nm.us>, "Collins, Karen, EMNRD"

<Karen.Collins@state.nm.us>, "Sharp, Karen, EMNRD" <Karen.Sharp@state.nm.us>

Cc: Preston Stein < Preston@delawareenergyllc.com >

Subject: Re: Protest of Application to Inject- Ruiz SWD Well No. 1

Michael,

This is not a directional well, all inclination will be kept at or below 2 degrees. To maintain an inclination equal to or less than 2 degrees, we will utilize a directional team for deviation control. Once the well is completed we will provide all directional surveys to the NMOCD. Please let me know if this answers your concerns.

Thanks, MM

From: "McMillan, Michael, EMNRD" < Michael. McMillan@state.nm.us>

Date: Wednesday, July 5, 2017 at 9:05 AM

To: Mike McCurdy <mmccurdy@delawareenergyllc.com>, "Collins, Karen, EMNRD" <Karen.Collins@state.nm.us>, "Sharp, Karen, EMNRD" <Karen.Sharp@state.nm.us>

Cc: Preston Stein < Preston@delawareenergyllc.com>

Subject: RE: Protest of Application to Inject- Ruiz SWD Well No. 1

McMillan, Michael, EMNRD

From: McMillan, Michael, EMNRD

Sent: Thursday, July 13, 2017 2:57 PM

To: 'Mike McCurdy'

Cc: Jones, William V, EMNRD; Lowe, Leonard, EMNRD; Goetze, Phillip, EMNRD; Brooks,

David K, EMNRD; Podany, Raymond, EMNRD; Byrd, Robert, EMNRD

Subject: Protested Application Delaware Energy LLC Ruiz SWD Well No. 1 Eddy Co.

RE: Ruiz SWD Well No. 1 (API 30-015-pendng; Appl. No. pKSC1718735697) – Unit K, Section 10, T. 24 S., R. 28 E., NMPM, Eddy County, New Mexico.

Mr. McCurdy:

Alpha SWD Operating LLC is protesting this application for approval of a salt water disposal well into the Devonian formation. Alpha SWD Operating LLC has been identified as an affected person for the proposed salt-water disposal well. Therefore, you are being notified that if Delaware Energy LLC wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review. Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing. Please contact me with any questions regarding this matter. Mike

Contact for Alpha SWD Operating LLC

Christopher B. Weyand Consulting Engineer Lonquist and Company LLC 3345 Bee Cave Road, Suite 201

Austin, Tx 78746 Phone: 512.600.1764 E-mail: chris@longuist.com

Michael McMillan 1220 South St. Francis Santa Fe, New Mexico 505-476-3448 Michael.mcmillan@state.nm.us

LONQUIST & CO. LLC

PETROLEUM ENGINEERS

ENERGY **ADVISORS**

AUSTIN

HOUSTON

WICHITA

DENVER CALGARY

July 13, 2017

New Mexico Energy, Minerals, and Natural Resources Department Oil Conservation Division District IV 1220 South St. Francis Drive Santa Fe, New Mexico 87505 (505) 476-3440

RE: Application of Delaware Energy, LLC for Authorization to Inject into the proposed Ruiz SWD No. 1, Sec. 10-24S-28E, Eddy County, New Mexico

To Whom It May Concern:

Alpha SWD Operating LLC ("Alpha") gives notice of its intent to protest the referenced application. Alpha has been authorized to utilize its proposed Alpha SWD No. 1 (API No. 30-015-44237) for commercial disposal of produced water. Delaware Energy LLC's proposed Ruiz SWD No. 1 is roughly 1/4-mile NW of the Alpha SWD No. 1 location. Alpha is concerned that the disposal into the Ruiz SWD No. 1 may have adverse effects on future operations at the Alpha SWD No. 1 site as the disposal would be into the same interval as Alpha's disposal well.

Please include me on any future correspondence relating to this application and please put me on the service list for any hearing called to consider the application.

Regards

Christopher B. Weyand

Consulting Engineer for Alpha SWD Operating LLC

(512) 600-1764 chris@lonquist.com

McMillan, Michael, EMNRD

From:

McMillan, Michael, EMNRD

Sent: Tuesday, July 18, 2017 3:39 PM **To:** 'Mike McCurdy'; Preston Stein

To: Cc:

Chris Weyand; Jones, William V, EMNRD

Subject: RE: Delaware Energy Ruiz SWD Well No. 1

Based on the previous e-mail, the case will not be set for hearing at this time.

Thanks for the quick response

Mike

From: Mike McCurdy [mailto:mmccurdy@delawareenergyllc.com]

Sent: Tuesday, July 18, 2017 3:38 PM

To: McMillan, Michael, EMNRD < Michael.McMillan@state.nm.us>; Preston Stein < Preston@delawareenergyllc.com>

Cc: Chris Weyand <chris@longuist.com>; Jones, William V, EMNRD <William V.Jones@state.nm.us>

Subject: Re: Delaware Energy Ruiz SWD Well No. 1

Thank you, Mr. Millan. We will advise you as to the course of action we end up taking before the August 2nd deadline.

Thanks, MM

From: "McMillan, Michael, EMNRD" < Michael. McMillan@state.nm.us>

Date: Tuesday, July 18, 2017 at 4:34 PM

To: Mike McCurdy <mmccurdy@delawareenergyllc.com>, Preston Stein <Preston@delawareenergyllc.com>

Cc: Chris Weyand <chris@longuist.com>, "Jones, William V, EMNRD" <WilliamV.Jones@state.nm.us>

Subject: RE: Delaware Energy Ruiz SWD Well No. 1

Today is the final day for the August 17, 2017, then in two weeks (August 2) will be for the August 31, 2017 hearing.

You could agree to set the hearing, and then continue the hearing-very common procedure

However, it sounds like setting a case for hearing today is not the correct path to take. Then at some point if no resolution occurs, then agree to set for hearing.

E-mail me with comments

mike

From: Mike McCurdy [mailto:mmccurdy@delawareenergyllc.com]

Sent: Tuesday, July 18, 2017 3:30 PM

To: McMillan, Michael, EMNRD < Michael.McMillan@state.nm.us>; Preston Stein < Preston@delawareenergyllc.com>

Cc: Chris Weyand < chris@lonquist.com; Jones, William V, EMNRD < williamV.Jones@state.nm.us>

Subject: Re: Delaware Energy Ruiz SWD Well No. 1

Michael.

We are currently trying to work things out with Alpha. If we are unsuccessful, what is the latest date we can notify you all so we can go to hearing?

Thanks, MM

From: "McMillan, Michael, EMNRD" < Michael.McMillan@state.nm.us>

Date: Tuesday, July 18, 2017 at 4:21 PM

To: Preston Stein < Preston@delawareenergyllc.com>, Mike McCurdy mmccurdy@delawareenergyllc.com>

Cc: Chris Weyand < chris@longuist.com>, "Jones, William V, EMNRD" < williamV.Jones@state.nm.us>

Subject: Delaware Energy Ruiz SWD Well No. 1

Preston and Mike:

I need to get your approval for the Ruiz SWD Well No. 1 to go to hearing.

There is a 30-day clock to get the application in by the end of the day to get set for the August 17,2017 hearing. Your help in this urgent matter is requested

Michael McMillan 1220 South St. Francis Santa Fe, New Mexico 505-476-3448 Michael.mcmillan@state.nm.us

Goetze, Phillip, EMNRD

From:

Chris Weyand <chris@longuist.com>

Sent:

Wednesday, September 20, 2017 2:22 PM

To:

Goetze, Phillip, EMNRD

Cc:

McMillan, Michael, EMNRD; Jones, William V, EMNRD

Subject:

RE: Ruiz SWD No.1 Application

Phillip - If a request for hearing had been received by the OCD, would it be included in this file?

Thanks,

cans vveyand Staff Engineer Lonquist & Co., LLC (512) 600-1764 Direct (210) 846-2673 Mobile

From: Goetze, Phillip, EMNRD [mailto:Phillip.Goetze@state.nm.us]

Sent: Wednesday, September 20, 2017 3:10 PM

To: Chris Weyand

Cc: McMillan, Michael, EMNRD; Jones, William V, EMNRD

Subject: Ruiz SWD No.1 Application

Chris:

Sorry for the delay in response to both calls. Not enough time in the day. An IPRA request is not necessary for obtaining a copy of an application for a proposed well. And the Division's current method of data storage does not permit the tracking of applications without API numbers. Attached is a copy of the active file for this application. There are caveats with this application: 1. Its administrative completeness has not been completed due to the suspension/protests received in July and 2. The technical review of the C-108 content not involving modifications made as a result of the negotiated resolution with Guardian has not been completed. Please contact me with any additional questions on this subject. PRG

Phillip Goetze, PG

Engineering Bureau, Oil Conservation Division

New Mexico Energy, Minerals and Natural Resources Department
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