

Revised March 23, 2017

RECEIVED: 10/22/17	REVIEWER: LRL	TYPE: NSP	APP NO: PLEL 1729748396
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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: Chisholm Energy Operating, LLC

OGRID Number: 372137

Well Name: Cottonwood 29-32 Fed Com 2BS 2H

API: 03-015-43704

Pool: Welch; Bone Spring

Pool Code: 64010

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 (Sec. 32, Lot 3 encounters NM/TX state line limiting the ability to comply with the 40 acre requirement by SWR.)

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.

Bettie Watson

Print or Type Name

Bettie Watson

Signature

10-21-2017

Date

Desk: 817-864-1104; Mobile: 972-979-0132

Phone Number

bwatson@chisholmenergy.com

e-mail Address



October 21, 2017

VIA E-mail: Leonard.Lowe@state.nm.us

New Mexico Oil Conservation Commission
Attn: Leonard Lowe
1220 South St. Francis Drive
Santa Fe, New México 87505

Subj.: Cottonwood 29-32 Fed Com 2BS 2H
API # 30-015-43704

Dear Mr. Lowe,

Chisholm Energy Operating, LLC request approval of a non-standard project for the subject well as required by Paragraph (1) of Subsection E of 19.15.16.15 NMAC. To support this request, the following information is provided:

- 1) "Administrative Application Checklist" is attached and signed.
- 2) Pool Name / Pool Code; Welch; Bone Spring / Pool Code #64010
- 3) OCD Form C-102 is attached.
- 4) Chisholm Energy Operating, LLC desires to produce available reserves to prevent waste. State Wide Rules requires 40-acre quarter/quarter sections. Lot 3 of section 32 is bordered by the NM/Texas border consisting of approximately +/- 23 acres, therefore, "Notice" is not required.

Please let me know if I can be of further assistance.

Sincerely,

Bettie Watson,
Regulatory Consultant

DISTRICT I
1025 N. French Dr., Hobbs, NM 88240
Phone (505) 393-8101 Fax: (505) 393-0720

DISTRICT II
811 S. First St., Artesia, NM 88210
Phone (505) 745-1200 Fax: (505) 745-0720

DISTRICT III
1000 Rio Brazos Rd., Artec, NM 87410
Phone (505) 394-8178 Fax: (505) 394-8170

DISTRICT IV
1226 S. St. Francis Dr., Santa Fe, NM 87505
Phone (505) 478-3480 Fax: (505) 478-3482

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised August 1, 2011

Submit one copy to appropriate
District Office

OIL CONSERVATION DIVISION
1226 South St. Francis Dr.
Santa Fe, New Mexico 87505

X AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 300-015-43704	Pool Code 64010	Pool Name Welch; Bone Spring
Property Code	Property Name COTTONWOOD 29-32 FED COM 2BS	Well Number 2H
OGRID No. 32137	Operator Name CHISHOLM ENERGY OPERATING, LLC	Elevation 3433'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	FEET from the	North/SOUTH LINE	FEET from the	East/West Line	County
D	29	26 S	26 E		200	NORTH	1205	WEST	EDDY

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
LOT 3	32	26 S	26 E		330	SOUTH	1980	WEST	EDDY
Dedicated Acres 223.02	Joint or Infill	Consolidation Code	Order No.						

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

SURFACE LOCATION
Lat - N 32.01995543°
Long - W 104.31968018°
NADSPCE - N 370999.0
E 545568.9
(NAD-83)

PENETRATION POINT
Lat - N 32.01959575°
Long - W 104.31717922°
NADSPCE - N 370868.2
E 546344.0
(NAD-83)

BOTTOM HOLE LOCATION
Lat - N 32.001012713°
Long - W 104.317140274°
NADSPCE - N 364108.3
E 546357.1
(NAD-83)

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.

Bettie Watson 10-21-17
Signature Date

Bettie Watson
Printed Name
bettie@watsonreg.com
Email Address

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.

DATE SURVEYED: JULY 11, 2017
Signature of Professional Surveyor
7977
Certification Copy
7977

0' 1000' 2000' 3000' 4000'
SCALE: 1" = 2000'
WO Num.: 33111

Lowe, Leonard, EMNRD

From: Bettie Watson <bwatson@chisholmenergy.com>
Sent: Sunday, October 22, 2017 6:42 AM
To: Lowe, Leonard, EMNRD
Subject: Cottonwood 29-32 Fed Com 2BS 2H
Attachments: Cottonwood 29-32 Fed Com 2BS 2H NSProject Appl Sbmted 20171021.pdf

Leonard,

Please process the attached application

Thanks

Bettie Watson, Owner & Project Manager
Watson Regulatory LLC
Bettie@Watsonreg.com
972.979.0132