

DATE IN 6-2-2017	SUSPENSE	ENGINEER LRL	LOGGED IN 6-5-2017	TYPE NSP	APP NO XXXXXXXXXXXX
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CEL1719133916

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



NSP-2067

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

Application Acronyms:

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

[D] Other: Specify _____

Carra Operating, LLC (249099)
 Forehand Ranch 22 State
 43720
 30-015-~~XXXXXX~~
 Purple Sage, Wolfcamp
 (98220)
 TH Fed com 6H

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] 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.

James Bruce _____ 5/31/17
 Print or Type Name Signature Title Date

 e-mail Address
 jamesbruc@aol.com

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

May 31, 2017

Michael McMillan
Leonard Lowe
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Gentlemen:

Caza Operating, LLC applies for approval two non-standard project areas in the Wolfcamp formation (Purple Sage-Wolfcamp Gas Pool) for the following units and wells:

1. The SW/4 of Section 22 and the W/2 of Section of Section 27, Township 23 South, Range 27 East, N.M.P.M., Eddy County. The Forehand Ranch 22 State Well Nos. 7H, 8H, and 9H will be dedicated to the project area. Forms C-102 for the wells are attached as Exhibit A.
2. The SE/4 of Section 22 and the E/2 of Section of Section 27, Township 23 South, Range 27 East, N.M.P.M., Eddy County. The Forehand Ranch 22 Fed. Com. Well No. 6H will be dedicated to the project area. A Form C-102 for the well is attached as Exhibit B.

The non-standard project areas are requested in order to maximize the length of the laterals in the wells, to make them more economic.

The Offset operators or working interest owners are as follows:

Section 21
Chevron U.S.A. Inc.

~~7H, 8H, 9H~~

~~NSP-2066~~

N/2 Section 22
Chevron U.S.A. Inc.
Section 23

~~7H, 8H, 9H~~

Section 23

MRC Permian Company
RKI Exploration & Production, LLC

~~7H, 8H, 9H~~

W/2 Section 26

COG Operating LLC

~~7H, 8H, 9H~~

W/2 Section 35

Matador Production Company 6H

NSP-2067

Section 34

Chevron U.S.A. Inc. 6H
Devon Energy Production Company, L.P.

Section 33

Chevron U.S.A. Inc. 6H
Devon Energy Production Company, L.P.

Section 28

Mewbourne Oil Company 6H

Notice was given to the offsets by the letter marked as Exhibit C.

Please contact me if you need any further information on this application.

Very truly yours,


James Bruce

Attorney for Caza Operating, LLC

JAMES BRUCE
ATTORNEY AT LAW

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SANTA FE, NEW MEXICO 87504

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May 31, 2017

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

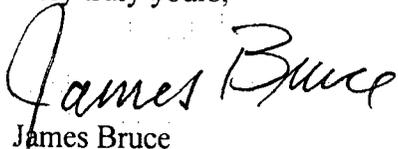
To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application for two non-standard project areas filed with the New Mexico Oil Conservation Division by Caza Petroleum, LLC, regarding Wolfcamp wells in (i) the SW¼ of Section 22 and the W½ of Section 27, and (ii) the SE¼ of Section 22 and the E½ of Section 27, both in Township 23 South, Range 27 East, N.M.P.M., Eddy County, New Mexico.

You are **an offset operator or interest owner** to one or both project areas. If you object to the project areas you must notify the Division within 20 days of your receipt of this letter. The Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You must also notify the undersigned of any objection. Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,


James Bruce

Attorney for Caza Petroleum, LLC

EXHIBIT

C

EXHIBIT A

Chevron U.S.A. Inc.
6301 Deauville Boulevard
Midland, Texas 79706

RKI Exploration & Production, LLC
3500 One Williams Center
Tulsa, Oklahoma 74172

Matador Production Company
MRC Permian Company
Suite 1500
5400 LBJ Freeway
Dallas, Texas 75240

COG Operating LLC
600 West Illinois
Midland, Texas 79701

Mewbourne Oil Company
Suite 1020
500 West Texas
Midland, Texas 79701

BC Operating, Inc.
Nadel and Gussman Permian, L.L.C.
P.O. Box 50820
Midland, Texas 79710

Mobil Producing Texas & New Mexico Inc.
c/o XTO Energy Inc.
810 Houston Street
Fort Worth, Texas 76102

Devon Energy Production Company, L.P.
P.O. Box 3198
Oklahoma City, Oklahoma 73101-3198