

6-2-2017 DATE IN	SUSPENSE	ENGINEER LRL	6-5-2017 LOGGED IN	TYPE NSP	PKSC17715653894 APP NO
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ABOVE THIS LINE FOR DIVISION USE ONLY

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



NSP - 2066

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 _____

[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
Print or Type Name

James Bruce
Signature

Attorney
Title

5/31/17
Date

jamesbruce@aol.com
e-mail Address

Caza Operating, LLC (249099)
Forehand Ranch 22 State
#7H
30-015-42994
Purple Sage, Wolfcamp
(98220)
#841
#9H

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

7A, 8H, 9H

W/2 Section 26

COG Operating LLC

7H, 8H, 9H

W/2 Section 35

Matador Production Company

Section 34

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

Section 33

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


Section 28

Mewbourne Oil Company

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

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

DISTRICT II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

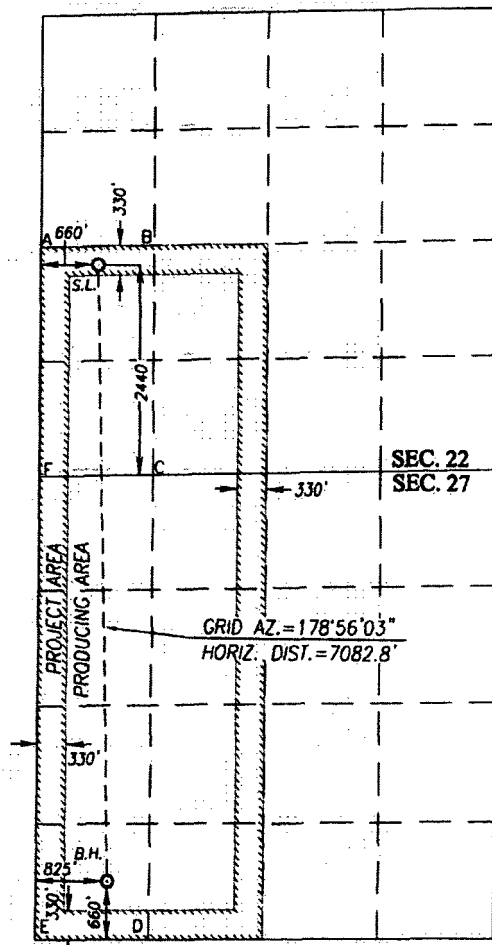
WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-42994		Pool Code 98220	Pool Name Purple Sage; Wolfcamp
Property Code 314249	Property Name FOREHAND RANCH 22 STATE		Well Number 7H
OGRID No. 249099	Operator Name CAZA OPERATING, LLC		Elevation 3150'

Surface Location									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	22	23-S	27-E		2440	SOUTH	660	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
M	27	23-S	27-E		660	SOUTH	825	WEST	EDDY
Dedicated Acres 480	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



SCALE: 1"=2000'

GEODETIC COORDINATES NAD 27 NME SURFACE LOCATION Y= 469153.8 N X= 546191.1 E LAT.=32.289732° N LONG.=104.183855° W	GEODETIC COORDINATES NAD 83 NME SURFACE LOCATION Y= 469212.5 N X= 587373.5 E LAT.=32.289851° N LONG.=104.184354° W
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CORNER COORDINATES TABLE

NAD 27 NME

A - Y= 469349.9 N, X= 545531.7 E
B - Y= 469380.0 N, X= 546844.7 E
C - Y= 466727.9 N, X= 546839.5 E
D - Y= 461421.5 N, X= 546813.5 E
E - Y= 461401.8 N, X= 545493.8 E
F - Y= 466699.3 N, X= 545525.9 E

CORNER COORDINATES TABLE

NAD 83 NME

A - Y= 469408.7 N, X= 586714.0 E
B - Y= 469438.7 N, X= 588027.0 E
C - Y= 466786.6 N, X= 588021.9 E
D - Y= 461480.0 N, X= 587996.0 E
E - Y= 461460.4 N, X= 586676.3 E
F - Y= 466758.0 N, X= 586708.3 E

GEODETIC COORDINATES NAD 27 NME BOTTOM HOLE LOCATION Y= 462074.1 N X= 546322.7 E LAT.=32.270270° N LONG.=104.183462° W	GEODETIC COORDINATES NAD 83 NME BOTTOM HOLE LOCATION Y= 462132.6 N X= 587505.2 E LAT.=32.2703889° N LONG.=104.183960° W
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OPERATOR CERTIFICATION

I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

03/25/2017
Date

Signature
Steve Morris
Printed Name
steve.morris@mojoenergy.com
E-mail 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 knowledge.

REGISTERED PROFESSIONAL SURVEYOR
3239

03/24/2017
Date of Survey

Signature of Professional Surveyor
Ronald J. Eidson
Certificate Number
Gary G. Eidson 12641
Ronald J. Eidson 3239

ACK REV: 3/24/17 JWSC W.O.: 15.11.0229

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

DISTRICT II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV
1230 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-43555	Pool Code 98220	Pool Name Purple Sage ; Wolfcamp
Property Code 314249	Property Name Forehand Ranch 22 State	Well Number 8H
OGRID No. 249099	Operator Name CAZA OPERATING, LLC	Elevation 3149'

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	22	23-S	27-E		2310	SOUTH	1980	WEST	EDDY

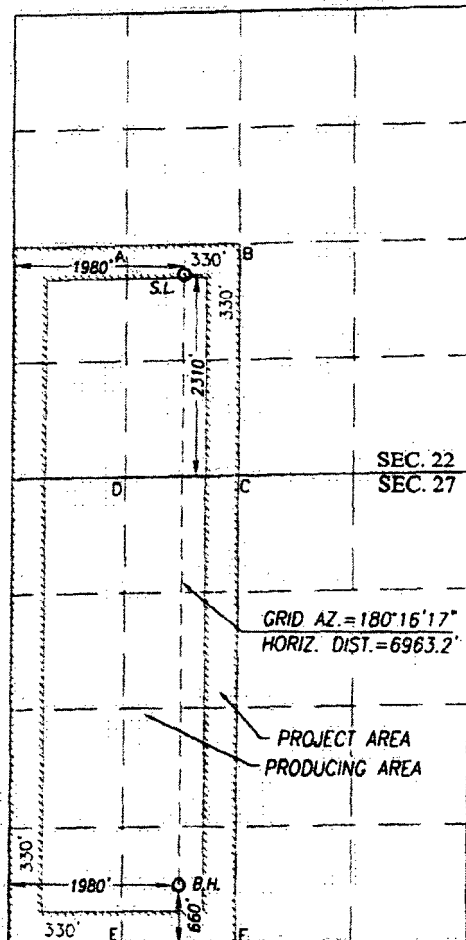
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	27	23-S	27-E		660	SOUTH	1980	WEST	EDDY

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
480			

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

SCALE: 1"=2000'



GEODETIC COORDINATES
NAD 83 NME
SURFACE LOCATION
Y = 469111.3 N
X = 588693.0 E
LAT. = 32.289568° N
LONG. = 104.180084° W

GEODETIC COORDINATES
NAD 27 NME
SURFACE LOCATION
Y = 469052.5 N
X = 547510.6 E
LAT. = 32.289448° N
LONG. = 104.179586° W

CORNER COORDINATES TABLE

NAD 27 NME
A - Y = 469380.0 N, X = 546844.7 E
B - Y = 469410.0 N, X = 548157.6 E
C - Y = 466756.6 N, X = 548153.0 E
D - Y = 466728.0 N, X = 546839.5 E
E - Y = 461421.5 N, X = 546813.5 E
F - Y = 461441.1 N, X = 548133.3 E

CORNER COORDINATES TABLE

NAD 83 NME
A - Y = 469438.7 N, X = 588027.0 E
B - Y = 469468.8 N, X = 589339.9 E
C - Y = 466815.4 N, X = 589335.4 E
D - Y = 466786.7 N, X = 588021.9 E
E - Y = 461480.0 N, X = 587996.0 E
F - Y = 461499.7 N, X = 589315.8 E

BOTTOM HOLE LOCATION

NAD 83 NME
Y = 462149.8 N
X = 588660.0 E
LAT. = 32.270432° N
LONG. = 104.180223° W

BOTTOM HOLE LOCATION

NAD 27 NME
Y = 462091.3 N
X = 547477.5 E
LAT. = 32.270312° N
LONG. = 104.179725° W

OPERATOR CERTIFICATION

I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature **03/23/2017**
Date

Steve Morris
Printed Name

steve.morris@mojoenergy.com
E-mail 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.

REVISED MARCH 14, 2017
NOVEMBER 12, 2015

Date of Survey
Signature & Seal of Professional Surveyor

Signature **03/14/2017**
Date

3239
Certificate Number
Gary G. Eidson 12641
Ronald J. Eidson 3239

DSS Rel W.O. 15.11.1055 JWSC W.O. 17.13.0213

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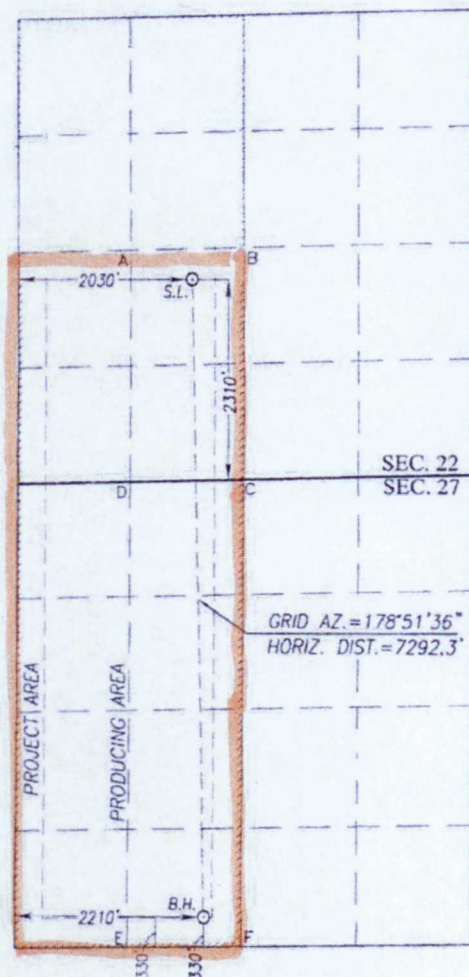
AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-44063		Pool Code 98220		Pool Name Purple Sage; Wolfcamp					
Property Code 314249		Property Name FOREHAND RANCH 22 STATE						Well Number 9H	
OGRID No. 249099		Operator Name CAZA OPERATING, LLC						Elevation 3149'	
Surface Location									
UL or lot No K	Section 22	Township 23-S	Range 27-E	Lot Idn	Feet from the 2310	North/South line SOUTH	Feet from the 2030	East/West line WEST	County EDDY
Bottom Hole Location If Different From Surface									
UL or lot No N	Section 27	Township 23-S	Range 27-E	Lot Idn	Feet from the 330	North/South line SOUTH	Feet from the 2210	East/West line WEST	County EDDY
Dedicated Acres 480		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

SCALE: 1"=2000'



GEODETIC COORDINATES
NAD 83 NME
SURFACE LOCATION
Y= 469112.5 N
X= 588742.9 E
LAT.=32.289571° N
LONG.=104.179923° W

GEODETIC COORDINATES
NAD 27 NME
SURFACE LOCATION
Y= 469053.7 N
X= 547560.6 E
LAT.=32.289451° N
LONG.=104.179424° W

CORNER COORDINATES TABLE
NAD 27 NME

A - Y= 469380.0 N, X= 546844.7 E
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D - Y= 466786.7 N, X= 588021.9 E
E - Y= 461480.0 N, X= 587996.0 E
F - Y= 461499.7 N, X= 589315.8 E

BOTTOM HOLE LOCATION
NAD 83 NME
Y= 461823.3 N
X= 588888.0 E
LAT.=32.269533° N
LONG.=104.179487° W

BOTTOM HOLE LOCATION
NAD 27 NME
Y= 461764.7 N
X= 547705.5 E
LAT.=32.269414° N
LONG.=104.178989° W

OPERATOR CERTIFICATION

I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

 03/23/2017
Signature Date

Steve Morris
Printed Name


steve.morris@mojoenergy.com
E-mail 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.

FEBRUARY 6, 2017

Date of Survey
Signature & Seal of Professional Surveyor.


Certificate Number Gary G. Eidson 12641
Ronald J. Eidson 3239

ACK REV.2/21/17 REL. W.O.: 15111035 JWSC W.O.: 17.11.0071

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)

jamesbruce@aol.com

May 31, 2017

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

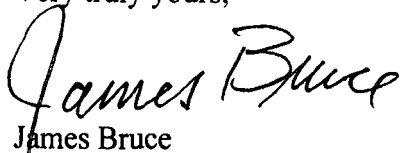
To: Persons on Exhibit A

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