

ID NO. 160984

NSL - 8493

RECEIVED:	REVIEWER:	TYPE:	APP NO: pLEL2232731976
-----------	-----------	-------	-------------------------------

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: Colgate Operating LLC **OGRID Number:** 55540 ³⁷¹⁴⁴⁹
Well Name: Dundee 4 Federal Com #203H **API:** 30-015-49740
Pool: Scanlon Draw; Wolfcamp West **Pool Code:** 55540

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

<u>FOR OCD ONLY</u>	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	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.

Dana S. Hardy. Attorney. Hinkle Shanor LLP

Print or Type Name

Dana Hardy

Signature

Digitally signed by Dana Hardy
Date: 2022.11.22 14:31:03 -0700

November 22, 2022
Date

505-982-4554
Phone Number

dhardy@hinklelawfirm.com
e-mail Address



hinklelawfirm.com

HINKLE SHANOR LLP

ATTORNEYS AT LAW

P.O. BOX 2068

SANTA FE, NEW MEXICO 87504

505-982-4554 (FAX) 505-982-8623

WRITER:
Dana S. Hardy, Partner
dhardy@hinklelawfirm.com

November 22, 2022

Electronically Submitted

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

**RE: Colgate Operating LLC
Request for Administrative Approval of Non-Standard Well Location**

Dundee 4 Federal Com #203H
S/2 S/2 Section 4 and S/2 S/2 Section 3, T20S, R28E
Eddy County, New Mexico
Scanlon Draw; Wolfcamp West (Pool Code 55540)
API# 30-015-49740

Dear Mr. Lowe,

Pursuant to Division Rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC, Colgate Operating LLC (“Colgate”) requests administrative approval of a non-standard location for the above-referenced oil well within a 320-acre, more or less, standard horizontal spacing unit, as described below.

The standard setback in the horizontal plane from any point in the completed interval to any outer boundary of the horizontal spacing unit is 330 feet for an oil well. 19.15.16.15(C)(1)(a) NMAC. A portion of the completed interval of the above-referenced well, however, is less than 330 feet from the northern boundary of the existing 320-acre horizontal spacing unit. Colgate is requesting approval to decrease the setback for the completed interval of the above-referenced well.

The surface and bottom hole locations and first and last take points are as follows:

1. SHL: 1397’ FSL and 195’ FEL of Section 5-T20S-R28E
2. FTP: 998’ FSL and 100’ FWL of Section 4-T20S-R28E
3. LTP: 1026’ FSL and 100’ FEL of Section 3-T20S-R28E
4. BHL: 1033’ FSL and 12’ FEL of Section 3-T20S-R28E

As discussed in the attached correspondence from Reservoir Manager John Fechtel, Colgate intended to drill the well at a standard location, but due to difficulties encountered during drilling operations, a portion of the well’s completed interval is less than 330’ from the northern boundary

PO BOX 10
ROSWELL, NEW MEXICO 88202
(575) 622-6510
FAX (575) 623-9332

7601 JEFFERSON ST NE · SUITE 180
ALBUQUERQUE, NEW MEXICO 87109
505-858-8320
(FAX) 505-858-8321

PO BOX 2068
SANTA FE, NEW MEXICO 87504
(505) 982-4554
FAX (505) 982-8623

Administrative Approval Request

November 21, 2022

Page 2

of the horizontal spacing unit. Approval of the unorthodox completed interval will allow Colgate to maximize recovery and prevent waste, and will not impair correlative rights.

Attached is the C-102 form and a map depicting the offset tracts to assist the Division in its review of Colgate's request. Notice has been sent to all affected persons on the enclosed notice chart by certified mail, return receipt requested, with a copy of this request, the plat, and the C-102. The notice also informs the affected persons that if they object to Colgate's request, they must file the objection in writing with the Division within 20 days from the date the Division receives this administrative approval request. I am attaching a sample of the notice letter and a notice chart with the types of interests and names of the affected parties, the location of each parties' interest, the date the letter was sent, and the certified mail tracking number.

Please let me know if you have any questions or concerns. Thank you for your assistance in this matter.

Sincerely,

/s/ Dana S. Hardy

Dana S. Hardy

Enclosures

HINKLE SHANOR LLP

PERMIAN

RESOURCES

November 16, 2022

Re: Dundee 4 Federal Com #203H
SHL: 1,397' FSL Sec. 5 & 195' FEL Sec. 5 T20S R28E
BHL: 995' FSL Sec. 3 & 100' FEL Sec. 3 T20S R28E
Eddy County, New Mexico

To whom it may concern,

Colgate Operating, LLC respectfully requests administrative approval on a non-standard location for the Dundee 4 Federal Com #203H to allow the completed interval to be less than 330 feet from the northern boundary of the existing 320.00-acre horizontal spacing unit.

This well is located in the Scanlon Draw; Wolfcamp West Pool (55540) and was intended to be drilled as a standard location. Due to difficulties during drilling operations the well is non-standard.

Colgate requests to complete the 740 feet of the wellbore to avoid causing wasted resources and reducing the production of the well.

Sincerely,



John Fachtel

Reservoir Manager | Permian Resources

Permian Resources Operating | 300 N. Marienfeld Street, Suite 1000, Midland, TX 79701

Permian Resources is a result of the merger of Centennial Resource Development and Colgate Energy effective September 1, 2022.

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, NM 87505

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-015-49740	2 Pool Code 55540	3 Pool Name SCANLON DRAW; WOLFCAMP WEST
4 Property Code 333079	5 Property Name DUNDEE 4 FED COM	
6 Well Number 203H	7 OGRID No. 371449	
8 Operator Name COLGATE OPERATING LLC		9 Elevation 3289.84'

10 Surface Location

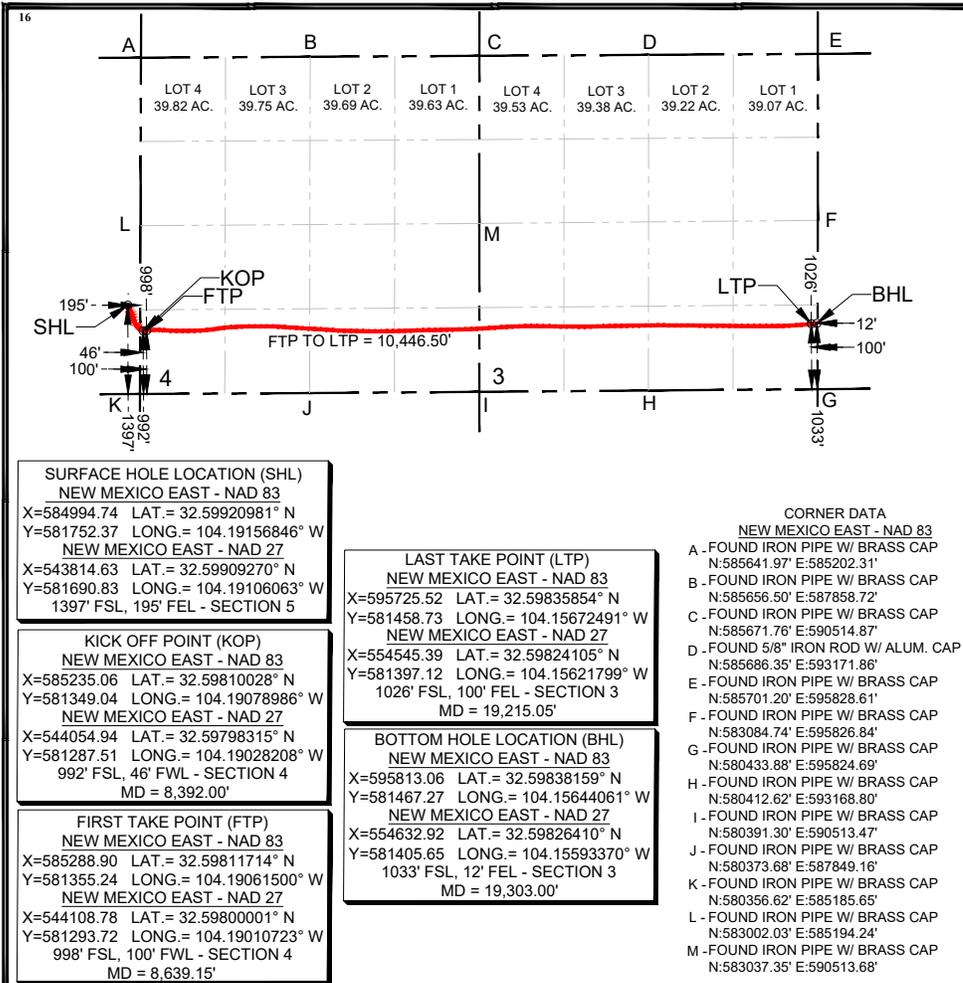
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	5	20-S	28-E		1397'	SOUTH	195'	EAST	EDDY

11 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
P	3	20-S	28-E		1033'	SOUTH	12'	EAST	EDDY

12 Dedicated Acres 320	13 Joint or Infill	14 Consolidation Code	15 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.



17 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.

Signature _____ Date _____

Printed Name _____

E-mail Address _____

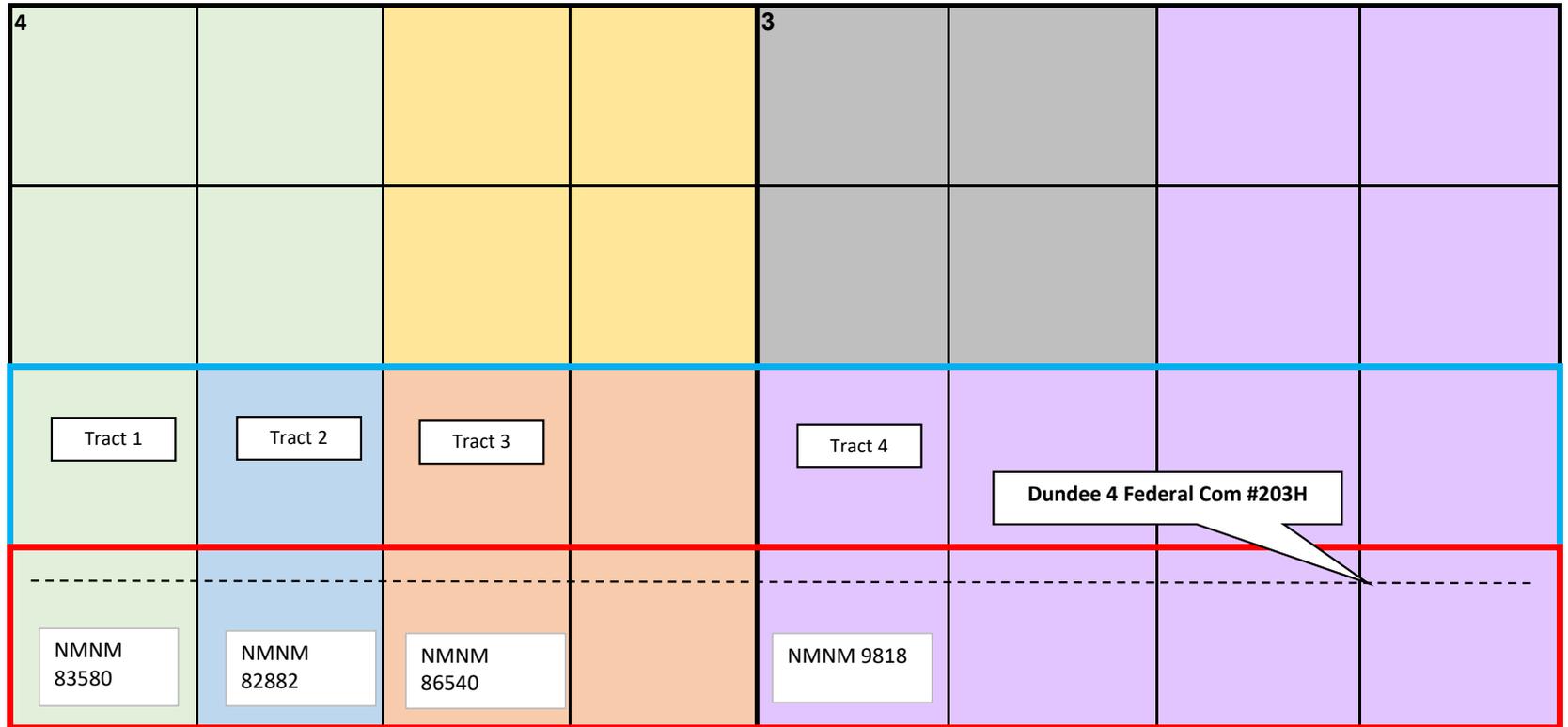
18 SURVEYOR CERTIFICATION
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same are true and correct to the best of my belief.

11/03/2022

Date of survey _____

Signature and Seal of Professional Surveyor:

Certificate Number _____



COMMUNITIZED
AREA



NOTICE TRACTS

Dundee 4 Federal Com #203H NSL Notice List

Township 20 South, Range 28 East, Eddy County, New Mexico

Tract 1: (NW/4 SW/4 Section 4)

United States of America
620 East Greene Street
Carlsbad, New Mexico 88220

Tract 2: (NE/4 SW/4 Section 4)

United States of America
620 East Greene Street
Carlsbad, New Mexico 88220

Tract 3: (N/2 SE/4 Section 4)

United States of America
620 East Greene Street
Carlsbad, New Mexico 88220

COG Operating, LLC
600 W. Illinois Ave.
Midland, Texas 79701

Tract 4: (N/2 S/2 Section 3)

United States of America
620 East Greene Street
Carlsbad, New Mexico 88220



hinklelawfirm.com

HINKLE SHANOR LLP

ATTORNEYS AT LAW

P.O. BOX 2068

SANTA FE, NEW MEXICO 87504

505-982-4554 (FAX) 505-982-8623

WRITER:
Dana S. Hardy, Partner
dhardy@hinklelawfirm.com

November 22, 2022

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO ALL PARTIES ENTITLED TO NOTICE

Re: Administrative Application for Approval of Non-Standard Well Location
Colgate Operating LLC
OGRID Number: 371449
Pool: Scanlon Draw; Wolfcamp West
Pool Code: 55540
Dundee 4 Federal Com #203H
S/2 S/2 Section 4 and S/2 S/2 Section 3, T20S, R28E
Eddy County, New Mexico
API# 30-015-49740

Pursuant to Division Rules 19.15.16.15(C)(6) and 19.15.15.13 NMAC, Colgate Operating LLC has applied to the New Mexico Oil Conservation Division (“NMOCD”) for administrative approval of a non-standard location regarding the above-referenced well. A copy of the application is enclosed.

As the owner of an interest that may be affected, you have the right to object to the application. To do so, you must file a written protest with the NMOCD within twenty days. Failure to do so will prevent you from challenging the matter at a later time. A letter of protest may be sent to the NMOCD at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, directly to the attention of Leonard Lowe, or by e-mail to ocd.engineer@emnr.dnm.gov.

Should you consent to the application and the proposed well location, you are requested to indicate your waiver of objection by signing where indicated below and then returning a copy of this letter with the executed signature page to me at your earliest convenience.

Sincerely,

/s/ Dana S. Hardy _____

Dana S. Hardy

Enclosure

PO BOX 10
ROSWELL, NEW MEXICO 88202
(575) 622-6510
FAX (575) 623-9332

7601 JEFFERSON ST NE · SUITE 180
ALBUQUERQUE, NEW MEXICO 87109
505-858-8320
(FAX) 505-858-8321

PO BOX 2068
SANTA FE, NEW MEXICO 87504
(505) 982-4554
FAX (505) 982-8623

Affected Parties
November 21, 2022
Page 2

Enclosure

CONSENT:

By: _____ for _____
Signature Name of Interested Party

Printed Name, Authorized Representative

HINKLE SHANOR LLP

7021 0950 0002 0374 4921

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee

\$

Extra Services & Fees (check box, add fee as appropriate)

- Return Receipt (hardcopy) \$
- Return Receipt (electronic) \$
- Certified Mail Restricted Delivery \$
- Adult Signature Required \$
- Adult Signature Restricted Delivery \$

Postage

\$

Total Postage and Fees

\$

COG Operating, LLC

600 W. Illinois Ave.

Midland, Texas 79701

Colgate - Dundee Administrative NSL Application 203H



7020 0090 0000 0866 0035

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee

\$

Extra Services & Fees (check box, add fee as appropriate)

- Return Receipt (hardcopy) \$
- Return Receipt (electronic) \$
- Certified Mail Restricted Delivery \$
- Adult Signature Required \$
- Adult Signature Restricted Delivery \$

Postage

\$

Total Postage and Fees

\$

United States of America

620 East Greene Street

Carlsbad, New Mexico 88220

Colgate - Dundee Administrative NSL Application 203H



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 Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 160984

CONDITIONS

Operator: COLGATE OPERATING, LLC 300 North Marienfeld Street Midland, TX 79701	OGRID: 371449
	Action Number: 160984
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	NSL - 8493 is approved. The approved Order can be retrieved at the following OCD website link. https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx	11/23/2022