

NSL

Amended

Post Protested

Application

Received March 20, 2019

RECEIVED: <b>03/20/19</b>	REVIEWER: <b>LRL</b>	TYPE: <b>NSL</b>	APP NO: <b>pLEL1906656508</b>
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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

<b>Applicant:</b> <u>OXY USA INC.</u>	<b>OGRID Number:</b> <u>16696</u>
<b>Well Name:</b> <u>STERLING SILVER MDP1 33-4 FEDERAL COM 179H</u>	<b>API:</b> <u>30-015-PENDING</u>
<b>Pool:</b> <u>PURPLE SAGE WOLFCAMP</u>	<b>Pool Code:</b> <u>98220</u>

### 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

#### 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.**

SARAH CHAPMAN

Print or Type Name

Sarah Chapman  
 Signature

2/28/2019

Date

(713) 350-4997

Phone Number

SARAH\_CHAPMAN@OXY.COM

e-mail Address



# OXY USA Inc

5 Greenway Plaza, Suite 110  
Houston, TX 77046-0521

March 20, 2019

New Mexico Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Attention: Leonard Lowe

Re: ***AMENDED Application for Administrative Approval of Non-Standard Location  
Sterling Silver MDP1 33-4 Federal Com 179H– Purple Sage Wolfcamp  
Surface – 34' FNL 2504' FWL Unit C Sec 33 T23S R31E  
First Take Point – 100' FNL 2200' FWL Unit C Sec 33 T23S R31E  
Last Take Point – 330' FSL 2200' FWL Unit N Sec 4 T24S R31E  
Bottom Hole – 180' FSL 2200' FWL Unit N Sec 4 T24S R31E  
Eddy County, New Mexico***

Dear Mr. Lowe:

OXY USA Inc. respectfully requests *to amend previously submitted application dated February 21, 2019* for administrative approval of a non-standard location on the Sterling Silver MDP1 33-4 Federal Com 179H well, API Number 30-015-Pending, Property Code 322740. *This amendment will change the Last Take Point of the completed interval from 100'FSL to 330'FSL.* The 179H well is proposed to be completed in the Purple Sage Wolfcamp pool, Pool Code 98220, which has special pool rules specifying the completed interval must be located 330 feet from the exterior boundary of the applicable spacing unit. The proposed completed interval is projected as follows:

Surface – 34' FNL 2504' FWL Unit C Sec 33 T23S R31E  
First Take Point – 100' FNL 2200' FWL Unit C Sec 33 T23S R31E  
Last Take Point – 330' FSL 2200' FWL Unit N Sec 4 T24S R31E  
Bottom Hole – 180' FSL 2200' FWL Unit N Sec 4 T24S R31E

The adjoining units towards which the unorthodox location encroaches are located in T23S R31E, Section 28 - Units L, K, M and N.

If you need any additional information, please call me at 713-350-4997.

Sincerely,

A handwritten signature in blue ink that reads "Sarah Chapman". The signature is written in a cursive, flowing style.

Sarah Chapman  
Regulatory Specialist

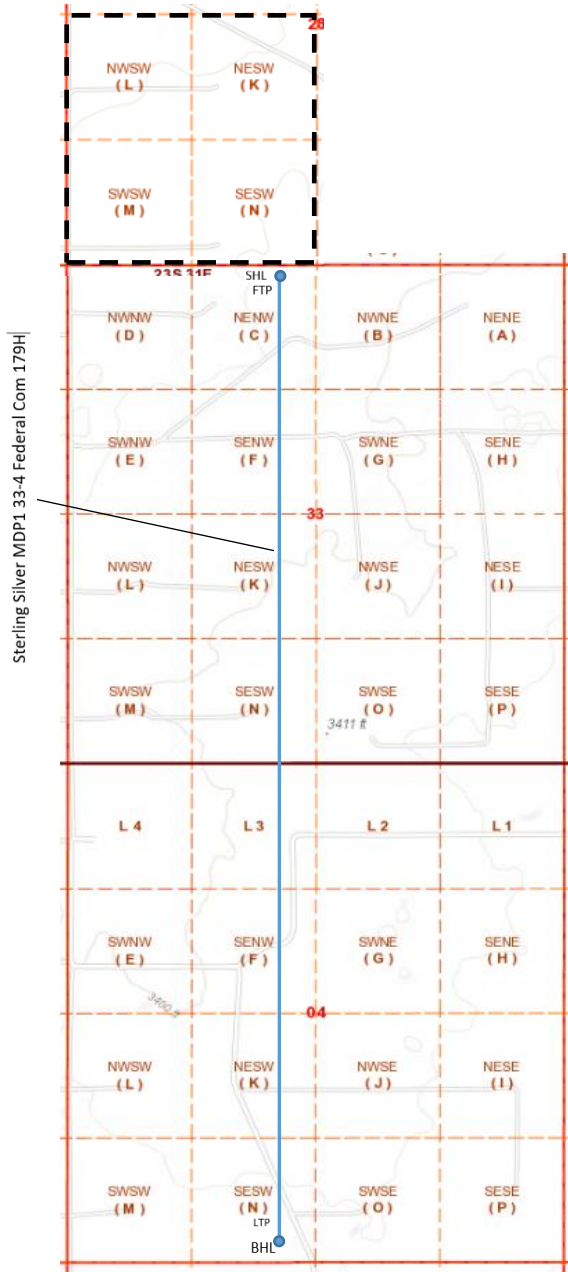
Attachments

CC: ***AMENDED*** c-102, NSL Plat and Service List



WO# 190207WL (KA)

**OXY USA Inc.**  
**AMENDED Sterling Silver MDP1 33-4 Federal Com 179H**  
Section 28 Township 23 South, Range 31 East, N.M.P.M.  
Eddy County, New Mexico



**Application Non-Standard Location - Service List**  
**OXY USA Inc.**  
**Sterling Silver MDP1 33-4 Federal Com 179H**

New Mexico Oil Conservation Division  
 811 S. First St.  
 Artesia, NM 88210  
 7017 0530 0000 6129 0537

New Mexico Oil Conservation Division  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505  
 Email to Leonard Lowe

Bureau of Land Management Carlsbad  
 620 E. Green Street  
 Carlsbad, NM 88220-6262  
 7018 1830 0000 8832 5796

**T23S-R31E**

**No Existing Spacing Unit: Section 28 - Units L, K, M and N**

**OXY USA Inc. is 100% Working Interest (letter from Oxy Landman is attached)**

OXY USA Inc.  
 5 Greenway Plaza, Ste 110  
 Houston, TX 77046

Copies of this application were mailed to the following individuals, companies and organizations on or before March 5, 2019.

*Sarah Chapman*

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Sarah Chapman  
 OXY USA Inc.



**OXY USA INC.**

A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas  
77046  
P.O. Box 4294, Houston, Texas 77210-4294

February 26, 2019

Re: **Sterling Silver MDP1 33-4 Federal Com 171H, 172H, 175H, 177H, 178H and 179H**

**Section 28, T23S R31E, Eddy County**

To Whom It May Concern:

OXY USA INC., is the sole Working Interest Owner of Section 28, T23S R31E, Eddy County, New Mexico as to depths below the Bone Spring Formation. If you have any questions please contact at the number listed below.

Best Regards,

**OXY USA INC.**

A handwritten signature in blue ink, appearing to read "Matthew Cole".

Matthew Cole  
Land Negotiator  
713-366-5928



## Lowe, Leonard, EMNRD

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**From:** Chapman, Sarah E <Sarah\_Chapman@oxy.com>  
**Sent:** Wednesday, March 20, 2019 9:47 AM  
**To:** Lowe, Leonard, EMNRD  
**Subject:** [EXT] AMENDED OXY USA Inc. Nonstandard Locations for Sterling Silver and Platinum Wells  
**Attachments:** AMENDED PlatinumMDP1-34-3FdCom171H -LLSubmittal.pdf; AMENDED PlatinumMDP1-34-3FdCom172H -LLSubmittal.pdf; AMENDED PlatinumMDP1-34-3FdCom174H -LLSubmittal.pdf; AMENDED PlatinumMDP1-34-3FdCom175H -LLSubmittal.pdf; AMENDED PlatinumMDP1-34-3FdCom176H -LLSubmittal.pdf; AMENDED SterlingSilverMDP133-4FdCom171H -LLSubmittal.pdf; AMENDED SterlingSilverMDP1-33-4FdCom172H\_LLSubmittal.pdf; AMENDED SterlingSilverMDP1-33-4FdCom175H-LLSubmittal.pdf; AMENDED SterlingSilverMDP133-4FdCom177H -LLSubmittal.pdf; AMENDED SterlingSilverMDP1-33-4FdCom178H-LLSubmittal.pdf; AMENDED SterlingSilverMDP133-4FdCom179H -LLSubmittal.pdf

Good morning Leonard,

Please find the updated NSL documentation in which we move our Last Take Points to be in Orthodox locations due to the Protest from Chevron for the following wells:

Sterling Silver MDP1 33 4 Federal Com Well No. 179H
Sterling Silver MDP1 33 4 Federal Com Well No. 178H
Sterling Silver MDP1 33 4 Federal Com Well No. 177H
Sterling Silver MDP1 33 4 Federal Com Well No. 175H
Sterling Silver MDP1 33 4 Federal Com Well No. 172H
Sterling Silver MDP1 33 4 Federal Com Well No. 171H
Platinum MDP1 34 3 Federal Com Well No. 176H
Platinum MDP1 34 3 Federal Com Well No. 175H
Platinum MDP1 34 3 Federal Com Well No. 174H
Platinum MDP1 34 3 Federal Com Well No. 172H
Platinum MDP1 34 3 Federal Com Well No. 171H

Please let me know if you have any questions.

Thank you,

### Sarah Chapman

Regulatory Specialist | Permian Resources – New Mexico

Office: (713) 350-4997 | 29.097 | Cell: (281) 642-5503

Email: [Sarah\\_Chapman@oxy.com](mailto:Sarah_Chapman@oxy.com)



## **Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Friday, March 29, 2019 11:46 AM  
**To:** 'Chapman, Sarah E'  
**Cc:** Mike Bratcher (mike.bratcher@state.nm.us); Cordero, Gilbert, EMNRD; Jones, William V, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Warnell, Terry G, EMNRD; Murphy, Kathleen A, EMNRD; 'lisa@rwbyram.com'; 'jglover@blm.gov'  
**Subject:** APPROVED 6 NSLS\_OXY USA INC\_Sterling Silver MDP1 33 4 Federal Com Well NO. (171H, 172H,175H,177H,178H & 179H)\_SEC 33 23S 31E and SEC 4 23S 31E  
**Importance:** High

Ms. Sarah Chapman,

The following administrative orders have been issued and will soon be available on the Division's web site:  
<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

OXY USA INC	16696	Sterling Silver MDP1 33 4 Federal Com Well No. 179H	30-015-PENDING	784
OXY USA INC	16696	Sterling Silver MDP1 33 4 Federal Com Well No. 178H	30-015-PENDING	784
OXY USA INC	16696	Sterling Silver MDP1 33 4 Federal Com Well No. 177H	30-015-PENDING	784
OXY USA INC	16696	Sterling Silver MDP1 33 4 Federal Com Well No. 175H	30-015-45388	784
OXY USA INC	16696	Sterling Silver MDP1 33 4 Federal Com Well No. 172H	30-015-45337	784
OXY USA INC	16696	Sterling Silver MDP1 33 4 Federal Com Well No. 171H	30-015-45336	784

### **Leonard Lowe**

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492

Cell: 505-930-6717

Fax: 505-476-3462

E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)

Website: <http://www.emnrd.state.nm.us/ocd/>