LOGGED IN

ABOVE THIS LINE FOR DIVISION USE ONLY

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



ADMINISTRATIVE APPLICATION CHECKLIST

		MDIMIIA	SINATIVE AF	FLICAI	ION CHECKER	١ ح
TH	IS CHECKLIST IS M		OR ALL ADMINISTRATIVE AP		R EXCEPTIONS TO DIVISION N LEVEL IN SANTA FE	RULES AND REGULATIONS
A p p lic	[D H C - D o v [P C - P	ndard Loca vnhole Con ool Commi [WFX-Wate] [SWD]	nmingling] [CTB-Lease ngling] [OLS - Off-Lea erflood Expansion] [PM -Salt Water Disposal]	Commingli se Storage] IX-Pressure [IPI-Injection	Unit] [SD-Simultaneoung] [PLC-Pool/Lease C [OLM-Off-Lease Meas Maintenance Expansion Pressure Increase] PR-Positive Productio	om m ingling] urem ent] on]
[1]	TYPE OF A	PPLICATION Location NSL	ON - Check Those Whice - Spacing Unit - Simult - NSP SD	aneous Dedic	[A] cation	
	Check [B]	Commin	for [B] or [C] gling - Storage - Measur C		OLS OLM	
	[C]		- Disposal - Pressure Ir			s. t
	[D]	Other: Sp	pecify			
[21	NOTIFICAT [A]		U IRED TO: - Check Tl king, Royalty or Overri		Apply, or □ Does Not A Interest Owners	pply
	[B]	Offs	et Operators, Leasehold	lers or Surfac	e Owner	
	[C]		lication is One Which F	Requires Publ	ished Legal Notice	
	[D]	Noti	fication and/or Concurr	ent Approval	by BLM or SLO	
	[E]	⊠ For	all of the above, Proof	of Notification	n or Publication is Attac	ched, and/or,
	[F]	☐ Wai	vers are Attached			
[31			AND COMPLETE IN DICATED ABOVE.	FORMATIO	ON REQUIRED TO P	ROCESS THE TYPE
	val is accurate	and comple		owledge. I als		ation for administrative ction will be taken on this
	Note	Statement Th	ust be completed by an ind	ividual with ma	nagerial and/or supervisory	capacity.
	Weaver		JanaWea	Wer	Production Clerk	10/23/2012
Print o	r Type Name		Signature		Title	Date
	;				dweaver@mec.com e-mail Address	· · · · · · · · · · · · · · · · · · ·

District I

District 11

District III

District IV

Black

1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Oil Conservation Division

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

APPLICATION FOR DOWNHOLE COMMINGLING

Form C-107A Revised June 10, 2003

APPLICATION TYPE X Single Well

Establish Pre-Approved Pools EXISTING WELLBORE

Yes

No

Mack Energy Corporation		P.O. Box 960, Artesia, NM 8	DHC-4594 8211-0960
Operator		Address	
Black Cat Federal	1	N-14-17S-28E	Eddy

Lease	Well No. Unit Letter	r-Section-Township-Range	County
OGRID No. 013837 Property Co	ode 36948 API No. 30-0	5-36042 Lease Type: X	FederalStateFee
DATA ELEMENT	UPPER ZOME	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	Red Lake; QU-GB-SA	Empire; Yeso	
PoolCode	51300	96210	
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	1970-3536	3638-4999.5'	
Method of Production (Flowing or Artificial Lift)	Artificial Lift	Artificial Lift	
Bottomhole Pressure (Note: Pressure data will not be required ifthe bottom perforation in the lower zone is within 150% ofthe depth of the top perforation in the upper zone)	1970 PS	\$15 15 PS	
Oil Gravity or Gas BTU (Degree API or Gas BTU)	N/A	37.8	
Producing, Shut-In or New Zone	New Zone	Producing	
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date:	Date: 7/31/2012 Rates: 3/13/14	Date:
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or put production, supporting data or explanation will be required.)	oil Gas Sulfration	Oil Coustant %	0il Gas

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?	Yes	No No	
Are all produced fluids from all commingled zones compatible with each other?	YesX	No	
Will commingling decrease the value of production?	· Yes	NoX	
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application?	Yes	No	
NMOCD Reference Case No. applicable to this well:			
·			

Attachments:

C- 1 02 for each zone to be commingled showing its spacing unit and acreage dedication. Production curve for each zone for at least one year. (If not available, attach explanation.) For zones with no production history, estimated production rates and supporting data. Data to support allocation method or formula.

Notification list of working, royalty and overriding royalty interests for uncommon interest cases.

Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools

List of all operators within the proposed Pre-Approved Pools
Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application. Bottornhole pressure data.

I hereby certify that the information above is true and complete to the SIGNATURE SIGNATURE	e best of my knowledge and belief uction Clerk DATE
TYPE OR PRINT NAME Deana Weaver	TELEPHONE NO. (575) 748-1288
E-MAIL ADDRESS dweaver@mec.com	

Jones, William V., EMNRD

From:

Jones, William V., EMNRD

Sent:

Wednesday, November 14, 2012 4:05 PM

To: Cc: Deana Weaver (dweaver@mec.com)

C 1 : .

Ezeanyim, Richard, EMNRD; Shapard, Craig, EMNRD

Subject:

Downhole Commingle Application from Mack Energy Corporation: Black Cat Federal #1

30-015-36042

Hello Ms. Weaver,

The C-107A form sometimes requires "Bottomhole Pressure" information depending on depth ranges of the perforations being commingled down hole.

This one does require it.

Please ask your engineer for an estimate of <u>Static Reservoir Pressures</u> for each of the two reservoirs being targeted for production in this well.

If the largest of the two numbers they give you divided by the shallowest perforation is greater than 0.65, then ask that engineer to provide a statement as to whether this upper interval would be subject to down hole fracturing if the well were shut in.

You could just email this info to me and I can then complete the requested permit.

Thank You,
William V. Jones, P.E.
505-476-3448W 505-476-3462F
Engineering Bureau, Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Jones, William V., EMNRD

From:

Deana Weaver <dweaver@mec.com>

Sent:

Friday, November 16, 2012 1:56 PM

To:

Jones, William V., EMNRD

Cc:

Jerry Sherrell

Subject:

FW: Downhole Commingle Application from Mack Energy Corporation: Black Cat

Federal #1 30-015-36042

Will

Please see the response to your email below from our engineering department. Let me know if you need any additional information.

Thank you

Deana Weaver Mack Energy

From: Kevin Garrett

Sent: Friday, November 16, 2012 1:52 PM

To: Deana Weaver **Cc:** Lee Livingston

Subject: RE: Downhole Commingle Application from Mack Energy Corporation: Black Cat Federal #1 30-015-36042

The Static reservoir pressure for the Qu-GB-SA is 853# at 1970′. The static reservoir pressure in the Empire-Yeso is 1575# at 3638′. Both of these zones are considered normally pressure reservoir in this area. If the well was shut in you would not frac this upper zone. The frac gradients in this area range from a 0.9-1. I would fill comfortable in not fracing the upper zone.

Kevin D. Garrett

Engineer

Mack Energy Corporation

M: 432-934-7948 O: 575-748-1288

kevingarrett@mec.com

From: Deana Weaver

Sent: Wednesday, November 14, 2012 4:16 PM

To: Lee Livingston; Kevin Garrett

Cc: Jerry Sherrell

Subject: FW: Downhole Commingle Application from Mack Energy Corporation: Black Cat Federal #1 30-015-36042

Please email below.

Black Cat Federal #1

Red Lake; QU-GB-SA: 1970-3536'

Empire; Yeso: 3638-4999.5'

From: Jones, William V., EMNRD [mailto:William.V.Jones@state.nm.us]

Sent: Wednesday, November 14, 2012 4:05 PM



RECEIVED OCD

P.O. Box 960 Artesia, NM 88211-0960 Office (575) 748-1288 Fax (575) 746-9539

2012 NOV -2 P 12: 44

November 1, 2012

Oil Conservation Division Attn: Will Jones 1220 South St. Francis Dr. Santa Fe, NM 87505

Re:

Down hole Commingling, and measurement of

Hydrocarbon Production for:

Black Cat Federal #1 Section 14, T17S, R28E Eddy County, New Mexico

Mack Energy Corporation as operator of the aforementioned well respectfully requests administrative approval for down hole commingling and measurement of production.

Mack Energy proposes to commingle Red Lake; QU-GB-SA and Empire; Yeso production in the Black Cat Federal #1(NM Lease NMNM-118706). Production of both pools will be measured at the TB located in the SE/4 SW/4, Sec. 14 T17S R28E. This lease has common interest in both pools. Notification has been made to all parties owning an interest in this lease, including the oil purchaser, of the intent to commingle. Allocation will be done using the subtraction method based on increased production from the Red Lake; QU-GB-SA formation. This well has consistent daily production from the Empire; Yeso formation.

Should you require any additional information concerning this application, please call Deana Weaver at 575-748-1288. Thank you for your consideration of this request.

Sincerely,

MACK ENERGY CORPORATION

Deana Weaver Production Clerk dweaver@mec.com

DW/ Enclosures

State of New Mexico

Energy, Minerals and Natural Resources Departme

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240 DISTRICT IL 1301 T. GRAND AVENUE, ARTESIA, NM 88210 DISTRICT III

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR.

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

Santa Fe, New Mexico 87505 1000 Rio Brazos Rd., Aztec, NM 87410 DISTRICT IV

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool No	ame
30-015-36042	96210	Empire; Yeso	
Property Code	I	Well Number	
36948	BLACK	CAT FEDERAL	1
OGRID No.		perator Name	Elevation
013837	MACK ENE	RGY CORPORATION	3631'

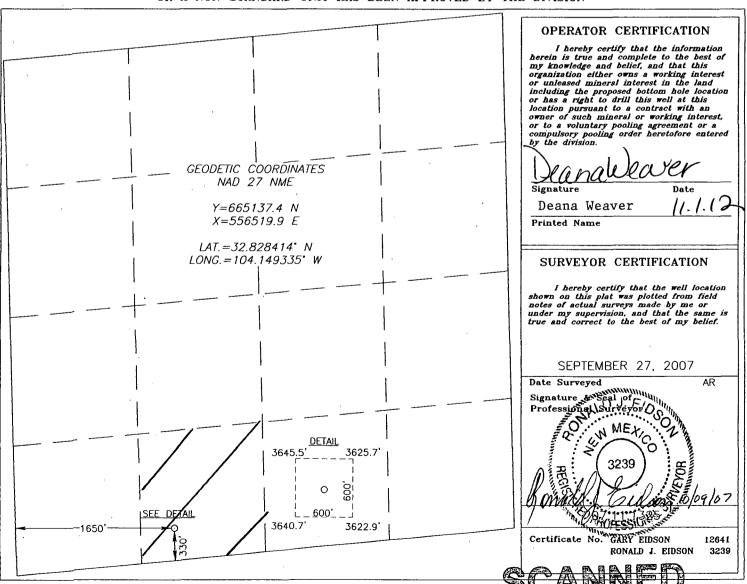
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	14	17-S	28-E		330	SOUTH	1650	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
		·							
Dedicated Acres Joint or Infill		r Infill Co	nsolidation	Code Or	der No.			<u> </u>	
40		•							

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



State of New Mexico

Energy, Minerals and Natural Resources Departme

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240 DISTRICT IL 1301 T. GRAND AVENUE, ARTESIA, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 DISTRICT IV

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR.

Santa Fe, New Mexico 87505

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name	
30-015-36042	51300	Red Eake; QU-GB-SA	
Property Code	-	Well Number	
36948	BLACK	1	
OGRID No.		Operator Name	Elevation
013837	MACK ENE	RGY CORPORATION	3631'

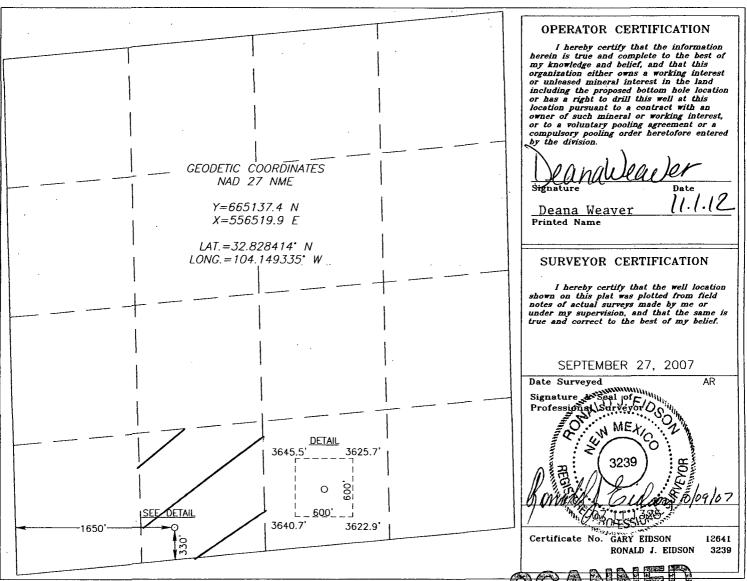
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	14	17-S	28-E		330	SOUTH	. 1650	. WEST	EDDY

Bottom Hole Location If Different From Surface

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Dedicated Acres	Joint o	r Infill Co	nsolidation (Code Or	der No.				
40									

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MEMO

DATE:

October 30, 2012

TO:

Bureau of Land Management

NMOCD

FROM:

Travis K. Lanning

RE:

Black Cat Federal #1

NMNM-118706

<u>T17S, R28E, NMPM</u> Section 14: SE/4SW/4

. Eddy County, New Mexico

Mack Energy Corporation respectfully requests approval to downhole commingle production from the San Andres, Grayburg and Yeso formations in our Black Cat Federal #1 well.

All formations have identical working and revenue interests.

Please do not hesitate to contact me should you require any further information.

Sincerely,

Mack Energy Corporation

Travis K.Lanning

Land Manager

MEMO

DATE:

October 30, 2012

TO:

Bureau of Land Management

NMOCD

FROM:

Travis K. Lanning

RE:

Black Cat Federal #1

NMNM-118706

<u>T17S, R28E, NMPM</u> Section 14: SE/4SW/4

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All formations have identical working and revenue interests.

Please do not hesitate to contact me should you require any further information.

Sincerely,

Mack Energy Corporation

Travis K. Lanning

Land Manager

Deana Weaver

Subject:

FW: Black Cat Fed #1- Offset

Hanson Operating Company & McBride Oil & Gas Corp. P.O. Box 1515 Roswell, NM 88202

COG Operating LLC One Concho Center 600 W. Illinois Ave Midland, TX 79701

Mack Energy / Chase Oil

Cimarex Energy Co. of Colorado 600 N. Marienfeld St, Ste 600 Midland, TX 79701

Tandem Energy Corporation P.O. Box 1559 Midland, TX 79702

CFM Oil LLC P.O. Box 1176 Artesia, NM 88211

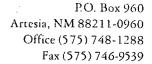
Murchison Oil & Gas Inc 1100 Mira Vista Blvd Plano, TX 75093

MEC Petroleum Corp P.O. Box 11265 Midland, TX 79702

ZPZ Delaware I LLC 2000 Post Oak Blvd Ste 100 Houston, TX 77056

Fasken Acquisitions 02 LTD 303 W. Wall St Ste 1800 Midland, TX 79701

Occidental Permian LP 5 E Greenway Plaza #110 Houston, TX 77046





VIA CERTIFIED MAIL 7012 2210 0002 5864 5506 CERTIFIED RETURN RECEIPT MAIL

Hanson Operating Company McBride Oil & Gas Corp. P.O. Box 1515 Roswell, NM 88202

Dear Sirs or Madam:

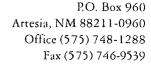
This letter will serve as a notice that Mack Energy Corporation as operator has requested administrative approval from the NMOCD to Downhole Commingle production in the Red Lake; QU-GB-SA and Empire; Yeso in the Black Cat Federal #1. The location for this well is 330 FSL & 1650 FWL, Section 14-T17S-R28E, Eddy County, New Mexico.

Should your company have any objection, it must be filed in writing within twenty (20) days from the date of this notice. The Division Director may approve the Downhole Commingling if no objection has been made within the 20 days after the application has been received.

Sincerely,

Deana Weaver Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7517 CERTIFIED RETURN RECEIPT MAIL

COG Operating LLC One Conch Center 600 W. Illinois Ave Midland, TX 79701

Dear Sirs or Madam:

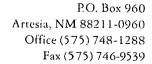
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Sincerely,

Deana Weaver
Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7524 CERTIFIED RETURN RECEIPT MAIL

Cimarex Energy of Colorado 600 N. Marienfeld St, Ste 600 Midland, TX 79701

Dear Sirs or Madam:

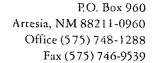
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Sincerely,

Deana Weaver
Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7531 CERTIFIED RETURN RECEIPT MAIL

Tandem Energy Corporation P.O. Box 1559 Midland, TX 79702

Dear Sirs or Madam:

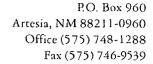
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-Sincerely,

Deana Weaver Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7548 CERTIFIED RETURN RECEIPT MAIL

CFM Oil LLC P.O. Box 1176 Artesia, NM 88211

Dear Sirs or Madam:

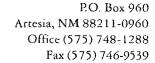
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Sincerely,

Deana Weaver Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7555 CERTIFIED RETURN RECEIPT MAIL

Murchison Oil & Gas Inc 1100 Mira Vista Blvd Plano, TX 75093

Dear Sirs or Madam:

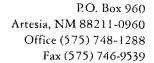
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Sincerely.

Deana Weaver Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7562 CERTIFIED RETURN RECEIPT MAIL

MEC Petroleum Corp P.O. Box 11265 Midland, TX 79702

Dear Sirs or Madam:

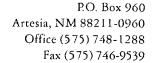
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Sincerely,

Deana Weaver Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7579 CERTIFIED RETURN RECEIPT MAIL

ZPZ Delaware I LLC 2000 Post Oak Blvd Ste 100 Houston, TX 77056

Dear Sirs or Madam:

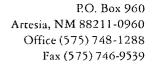
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Sincerely.

Deana Weaver Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7586 CERTIFIED RETURN RECEIPT MAIL

Fasken Acquisitions 02 LTD 303 W. Wall St Ste. 1800 Midland, TX 79701

Dear Sirs or Madam:

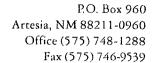
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Sincerely,

Deana Weaver Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7593 CERTIFIED RETURN RECEIPT MAIL

Occidental Permian LP 5 E. Greenway Plaza #110 Houston, TX 77046

Dear Sirs or Madam:

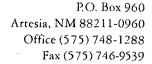
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~Sincerely,

Deana Weaver
Production Clerk

DW/





VIA CERTIFIED MAIL 7012 2210 0002 5864 7616 CERTIFIED RETURN RECEIPT MAIL

Bureau of Land Management 620 E. Greene Street Carlsbad, NM 88220

Dear Sirs or Madam:

This letter will serve as a notice that Mack Energy Corporation as operator has requested administrative approval from the NMOCD to Downhole Commingle production in the Red Lake; QU-GB-SA and Empire; Yeso in the Black Cat Federal #1. The location for this well is 330 FSL & 1650 FWL, Section 14-T17S-R28E, Eddy County, New Mexico.

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Sincerely,

Deana Weaver Production Clerk

DW/