

NEW MEXICO OIL CONSERVATION DIVISION  
- Engineering Bureau -

ADMINISTRATIVE APPLICATION COVERSHEET

THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS

Application Acronyms:

[NSP-Non-Standard Protraction Unit] [NSL-Non-Standard Location]  
[DD-Directional Drilling] [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 - Directional Drilling  
☒ NSL ☐ NSP ☐ DD ☐ 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

(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) INFORMATION / DATA SUBMITTED IS COMPLETE - Statement of Understanding

I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common. I further verify that all applicable API Numbers are included. I understand that any omission of data, information or notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with supervisory capacity.

Terry Lindeman  
Print or Type Name

Signature

Operations Superintendent  
Title

7-14-98  
Date

# Mallon Oil Company

Denver/Colorado ♦ Carlsbad/New Mexico

a Mallon Resources subsidiary

July 14, 1998

Mr. Mike Stogner  
Oil Conservation Division  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505

RECEIVED  
AUG 11 1998  
OIL CON. DIV.  
DIST. 3

Dear Mr. Stogner:

Mallon Oil Company is requesting an unorthodox location for the Jicarilla 457-10 No. 8 (2400' FSL, 1500' FWL, Unit K) Sec. 10, T30N-R03W, Rio Arriba County, New Mexico. Mallon Oil Company is the offset operator to the acreage shown. The reason for this request is due to the topography in the unit. The only part of the 160 acres suitable for drilling by topographical standards other than the location applied for would be in the NE  $\frac{1}{4}$  NE  $\frac{1}{4}$ . However, this area is used for grazing cattle and hay production. The surface leaseholder would not negotiate for surface damages. The relief in the remaining quarter quarter section was too prohibitive.

Please feel free to contact me at (505) 885-4596 should you have additional questions.

Sincerely,



Duane C. Winkler  
Operations Manager

Revised February 21, 1994

Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

DISTRICT II  
P.O. Drawer DD, Artesia, N.M. 88211-0719DISTRICT III  
1000 Rio Brazos Rd., Aztec, N.M. 87410DISTRICT IV  
PO Box 2088, Santa Fe, NM 87504-2088

## OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, NM 87504-2088☐ AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

|                                    |   |                            |  |
|------------------------------------|---|----------------------------|--|
| *API Number<br><b>30-039-25783</b> |   | *Pool Code<br><b>96538</b> | *Pool Name<br><b>Cabresto Canyon; Ojo Alamo Ext.</b> |
| *Property Code<br><b>22860</b>     | *Property Name<br><b>JICARILLA 457-10</b> |                            | *Well Number<br><b>8</b>                             |
| *OGRID No.<br><b>013925</b>        | *Operator Name<br><b>MALLON OIL CO.</b>   |                            | *Elevation<br><b>7197'</b>                           |

## 10 Surface Location

|               |                      |                         |                     |         |                              |                                  |                              |                               |                             |
|---------------|----------------------|-------------------------|---------------------|---------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------------|
| UL or lot no. | Section<br><b>10</b> | Township<br><b>30-N</b> | Range<br><b>3-W</b> | Lot Idn | Feet from the<br><b>2400</b> | North/South line<br><b>SOUTH</b> | Feet from the<br><b>1500</b> | East/West line<br><b>WEST</b> | County<br><b>RIO ARRIBA</b> |
|---------------|----------------------|-------------------------|---------------------|---------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------------|

## 11 Bottom Hole Location If Different From Surface

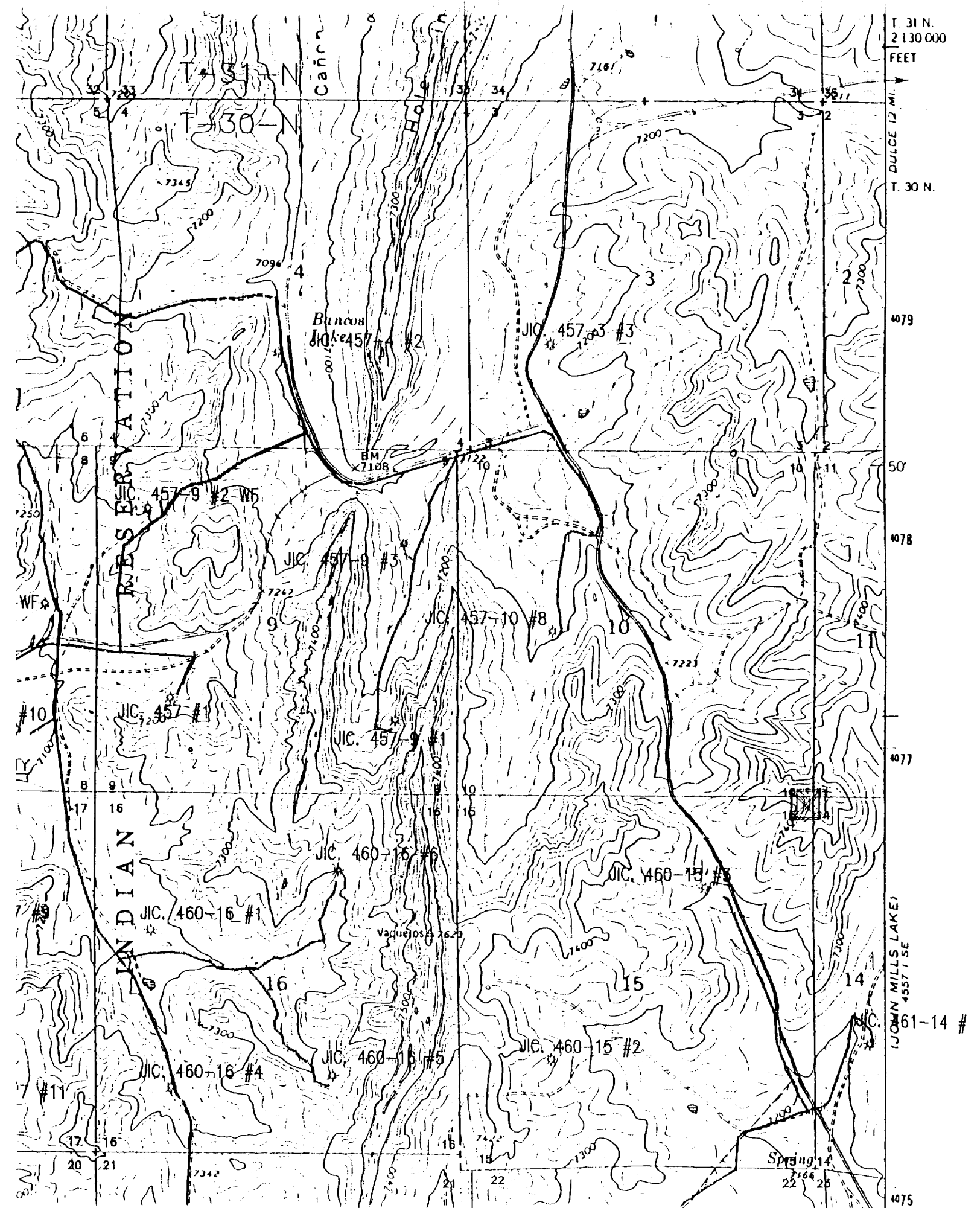
|               |         |          |       |         |               |                  |               |                |        |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|

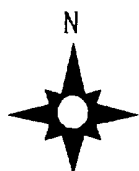
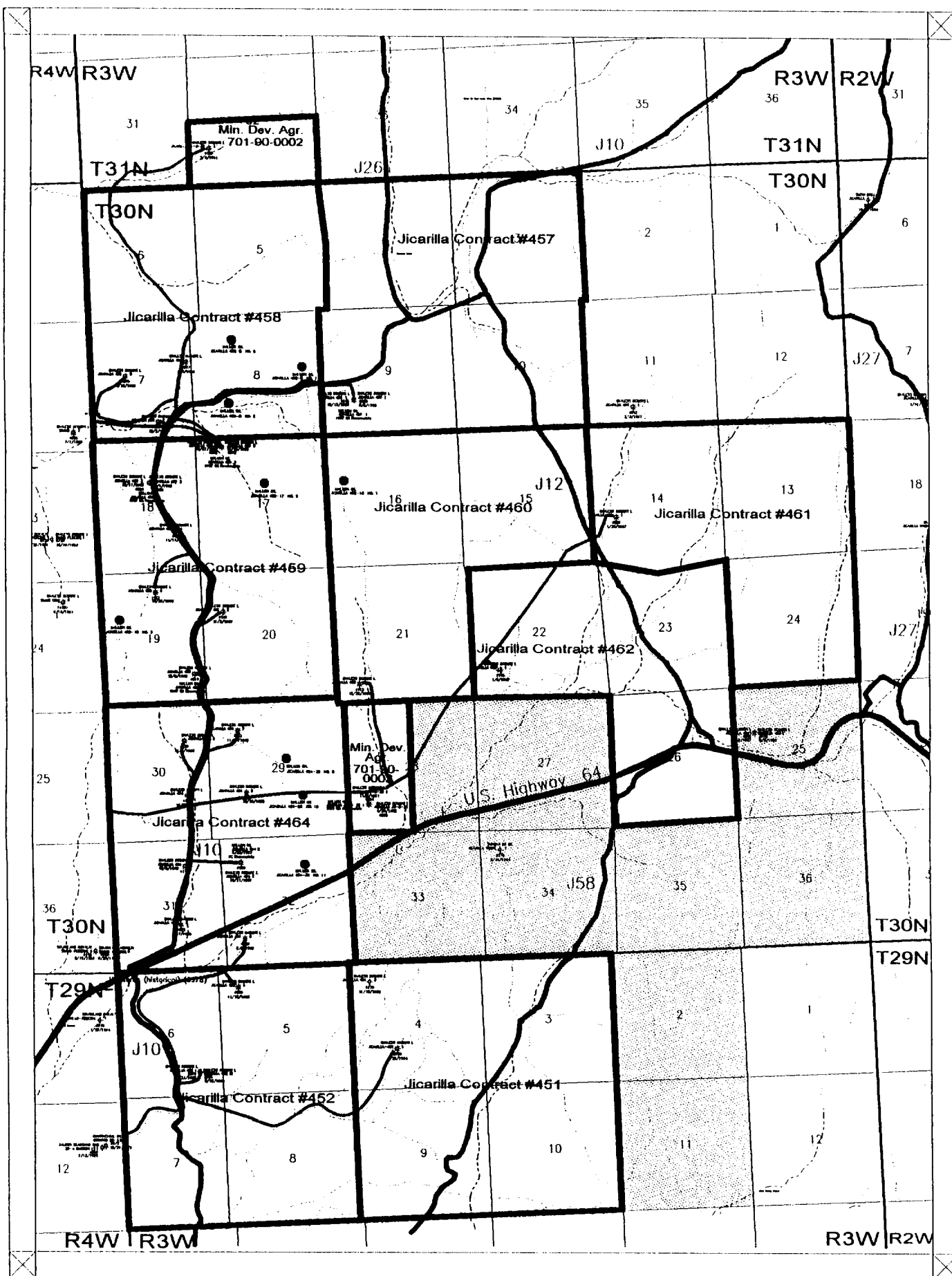
|                                |                  |                     |            |
|--------------------------------|------------------|---------------------|------------|
| *Dedicated Acres<br><b>160</b> | *Joint or Infill | *Consolidation Code | *Order No. |
|--------------------------------|------------------|---------------------|------------|

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

|    |            |       |       |              |       |      |          |        |                          |   |
|----|------------|-------|-------|--------------|-------|------|----------|--------|--------------------------|---|
| 16 | (measured) | 1500' | 5115' | N 00-39-38 W | 2640' | WEST | (record) | 12400' | OIL CON. DIV.<br>DIST. 3 | 17 OPERATOR CERTIFICATION<br>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.<br><br>Signature<br><b>Terry Lindeman</b><br>Printed Name<br><b>Production Superintendent</b><br>Title<br><b>1-12-98</b><br>Date |
|    |            |       |       |              |       |      |          |        |                          |   |

Exhibit A





Scale 1:63360.

0.2 0.4 0.6 0.8 1. miles



#### LEGEND

- Yellow = Development Contracts
- Green = Proposed Acreage
- Purple Lines = Approximate Pipeline Locations
- Permitted Well Locations

#### MALLON OIL COMPANY

East Blanco Field  
San Juan Basin  
Rio Arriba County, New Mexico