

Revised March 23, 2017

RECEIVED:	REVIEWER:	TYPE:	APP NO:
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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

Applicant: Apache Corporation **OGRID Number:** 873
Well Name: Palmillo 3 State Com 244H **API:** 30-015-45802
Pool: Palmillo; Bone Spring, Southwest **Pool Code:** 96413

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.

Brian Wood

Print or Type Name

Signature

10-16-21

Date

505 466-8120

Phone Number

brian@permitswest.com

e-mail Address

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
"as drilled"

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-45802		² Pool Code 96413		³ Pool Name PALMILLO; BONE SPRING, SOUTHWEST	
⁴ Property Code		⁵ Property Name PALMILLO 3 STATE COM			⁶ Well Number 244H
⁷ GRID NO.		⁸ Operator Name APACHE CORPORATION			⁹ Elevation 3483'

¹⁰ Surface Location

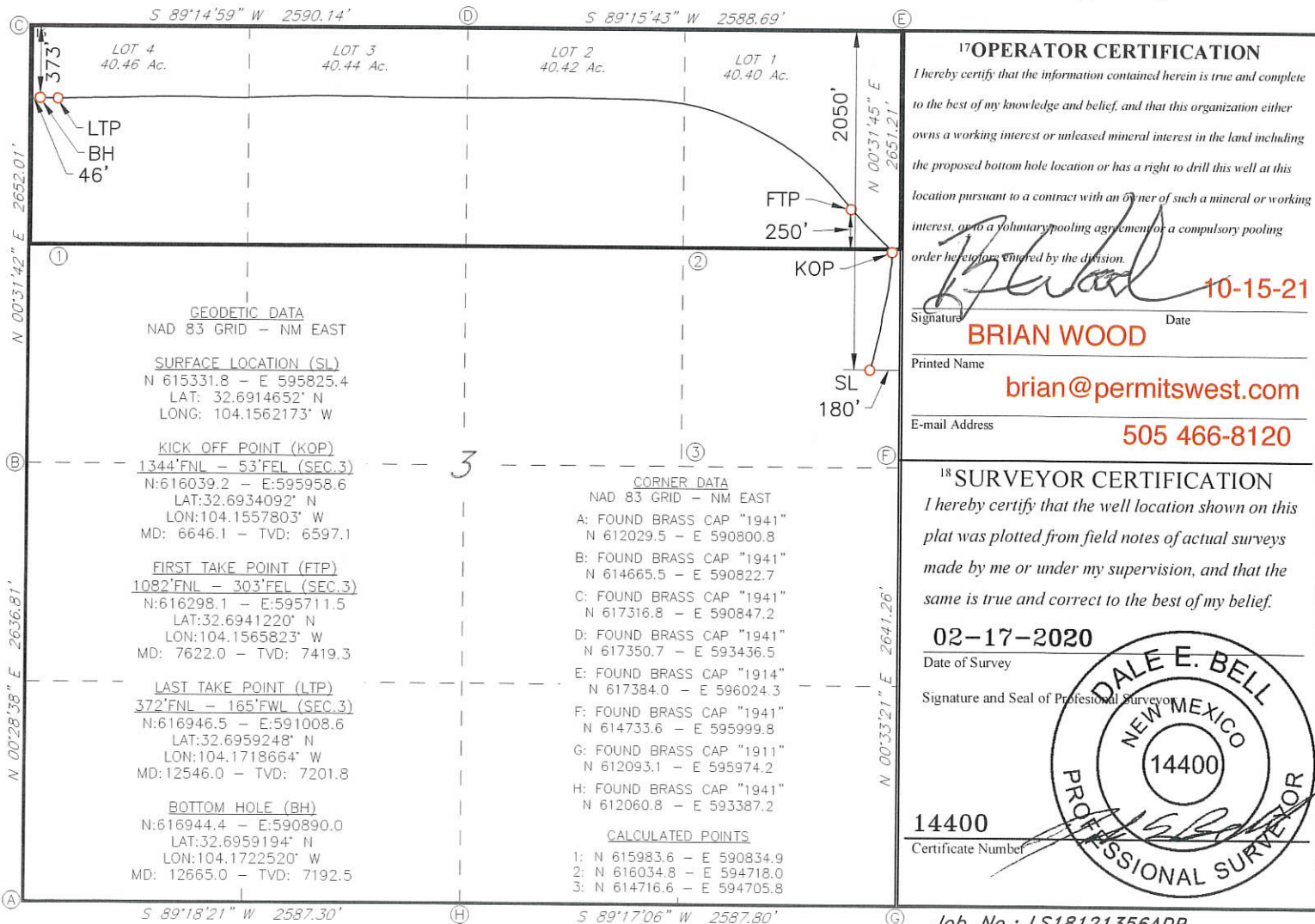
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	3	19S	28E		2050	NORTH	180	EAST	EDDY

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
4	3	19S	28E		373	NORTH	46	WEST	EDDY

¹² Dedicated Acres 161.72	¹³ Joint or Infill	¹⁴ Consolidation Code C	¹⁵ Order No.
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No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.



AFFECTED PARTIES TABLE

TYPE	AFFECTED PARTY	LOCATION	DATE LETTER SENT	MAIL TRACKING NUMBER
Lessor	NMSLO	S2N2 3-19s-28e	10/16/21	7020 1810 0000 3948 7093
Bone Spring operator	Apache Corporation	S2N2 3-19s-28e	N/A	N/A

U.S. Postal Service™ *Boache*
CERTIFIED MAIL® RECEIPT
Domestic Mail Only *Refinillo 2 State 2416*

For delivery information, visit our website at www.usps.com.
Santa Fe, NM 87506

OFFICIAL USE

7020 1810 0000 3948 7093

Certified Mail Fee	\$3.75	
Extra Services & Fees (check box, add fee as appropriate)		
<input type="checkbox"/> Return Receipt (hardcopy)	\$0.00	
<input type="checkbox"/> Return Receipt (electronic)	\$0.00	
<input type="checkbox"/> Certified Mail Restricted Delivery	\$0.00	
<input type="checkbox"/> Adult Signature Required	\$0.00	
<input type="checkbox"/> Adult Signature Restricted Delivery	\$0.00	
Postage	\$0.00	
Total Postage and Fees	\$0.00	
Sent To	16/2021	\$8.16
Street and Apt. No., or PO Box No.		
City, State, ZIP+4®	SF	

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions



NM State Land Office
P. O. Box 1148
Santa FE NM 87504

October 15, 2021

As required by New Mexico Oil Conservation Division (NMOCD) Rules, I am notifying you of the following nonstandard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

Apache Corporation is applying for NSL approval for its Palmillo 3 State Com 244H as a Palmillo; Bone Spring, Southwest oil well. Minimum NMOCD distance for such an oil well's take points is 330' from the perpendicular dedication boundary. The well's take points are as much as 80' too far south to be standard (see attached application) for the Palmillo; Bone Spring, Southwest pool. Thus, it is a nonstandard location.

Well Name: Palmillo 3 State Com 244H

TVD: 7,192'

MD: 12,665'

Proposed NSL Zone: Bone Spring

NSL Acreage Dedication: 161.72 acres (Lots 1-4 Sec. 3, T. 19 S., R. 28 E., Eddy County, NM) on NMSLO leases OG-0605-0003 & X0-0648-0155)

Surface Hole Location: 2050' FNL & 180' FEL 3-19s-28e (13 air miles SW of Loco Hills, NM)

Applicant Name: Apache Corporation (432) 818-1088

Applicant's Address: 303 Veterans Airpark Lane, Suite 1000, Midland TX 79705

Submittal Information: Application (attached) for a nonstandard location will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, then it must be filed in writing within 20 days from the date the NMOCD receives the application. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their Engineering Bureau phone number is (505) 476-3441. E-mail address is ocd.engineer@state.nm.us.

Please call me if you have any questions.

Sincerely,

Brian Wood



October 15, 2021

Leonard Lowe
Engineering Bureau
NM Oil Conservation Division
1220 S. St. Francis Dr.
Santa Fe NM 87505

Dear Leonard,

On behalf of Apache Corporation (OGRID 873), I am requesting approval of a nonstandard location (NSL) for its existing perforated Palmillo 3 State Com 244H in Eddy County. Take points are as much as 80' too far south to be standard. Approval of the NSL application for this Bone Spring oil well will prevent waste.

Encroachment is toward the exterior of the communitization agreement and exterior of the horizontal spacing unit (HSU). The well is NSL due to miscues in drilling and completion. Bone Spring dedications offset the HSU (Lots 1-4 3-19s-28e) to the northwest (V-F), west (V-F), southwest (V-F), and south (Apache). There are no Bone spring dedications to the northeast or east.

Affected land is to the south. The Apache operated dedication to the south has identical Bone Spring interests inside and outside the respective horizontal spacing units. Lessor of all lands under and surrounding the HSU is NMSLO. All affected NMSLO lands have 1/8 royalty.

HSU = Lots 1-4 3-19s-28e

HSU acreage = 161.72

SHL = 2050' FNL & 180' FEL 3-19s-28e (SENE, aka UL = H)

FTP = 1082' FNL & 303' FEL 3-19s-28e

LTP = 372' FNL & 165' FWL 3-19s-28e

BHL = 373' FSL & 46' FWL 3-19s-28e

Pool = Palmillo; Bone Spring, Southwest

Pool Code = 96413

Well Type = oil

Hearing Status = none requested to date

Waiver Status = none

Affected Parties = yes

Area of Encroachment = S2N2 3-19s-28e

Defining Well: Palmillo 3 State Com 244H (30-015-45802)

Please call (505 466-8120) or e-mail (brian@permitswest.com) me if you have any questions.

Sincerely,

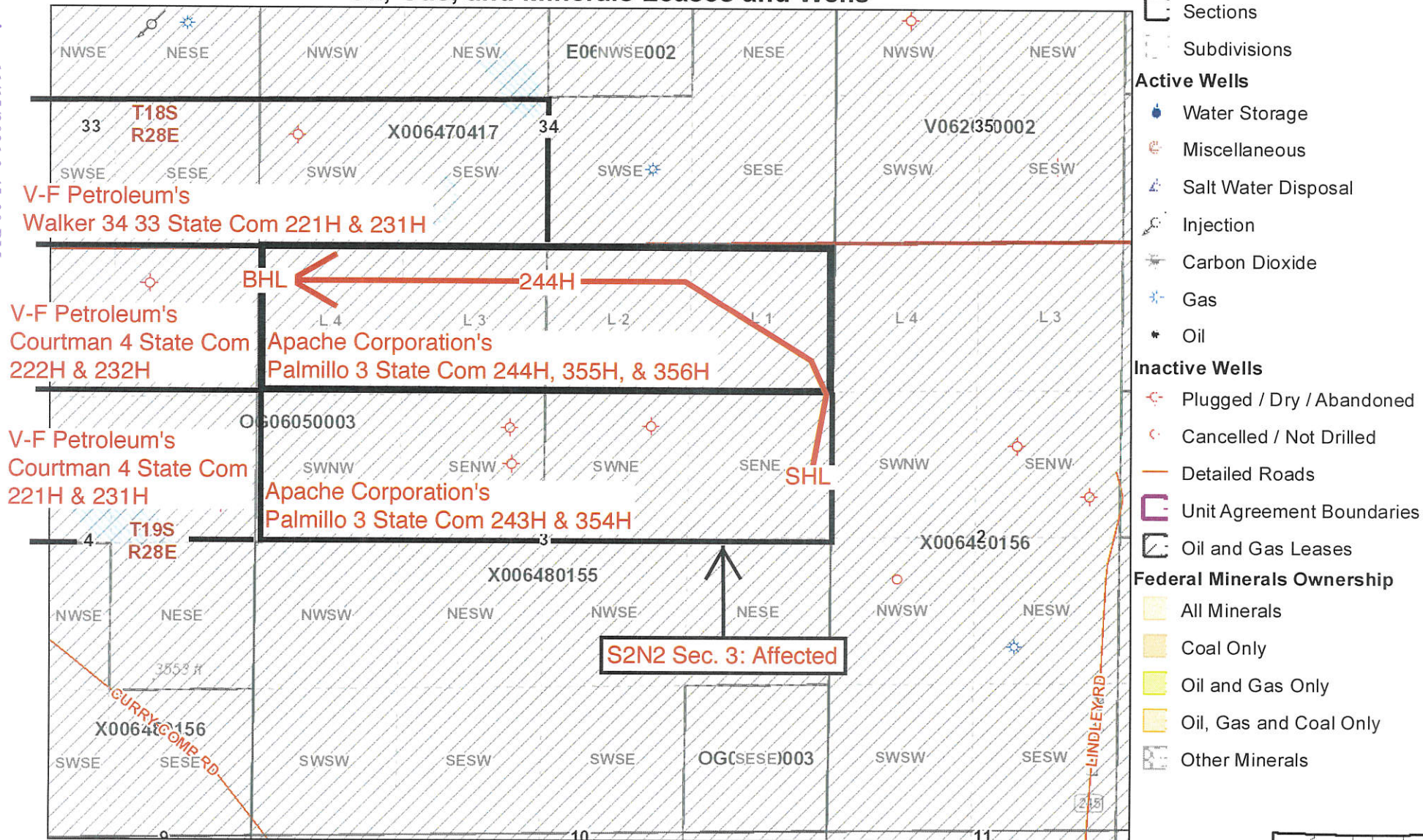


Brian Wood



New Mexico State Land Office

Oil, Gas, and Minerals Leases and Wells

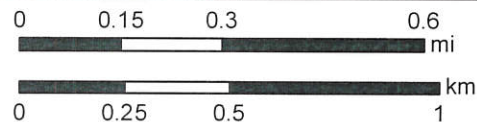


Disclaimer:
The New Mexico State Land Office assumes no responsibility or liability for, or in connection with the accuracy, reliability or use of the information provided herein with respect to State Land Office data or data from other sources.

Data pertaining to New Mexico State Trust Lands are provisional and subject to revision, and do not constitute an official record of title. Official records may be reviewed at the New Mexico State Land Office in Santa Fe, New Mexico.

Created: 10/11/2021

BONE SPRING DEDICATIONS





Oil, Gas, and Minerals Leases and Wells



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
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District IV
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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 56403

CONDITIONS

Operator: APACHE CORPORATION 303 Veterans Airpark Ln Midland, TX 79705	OGRID: 873
	Action Number: 56403
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	10/18/2021