

DATE IN 5-29	NA SUSPENSE	WS ENGINEER	LOGGED IN	TYPE NSL	PKRVO313329989
--------------	-------------	-------------	-----------	----------	----------------

ABOVE THIS LINE FOR DIVISION USE ONLY

# NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



RECEIVED

MAY 09 2003

OIL CONSERVATION  
DIVISION

## 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

### Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [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 - Simultaneous Dedication  
☒ NSL ☐ NSP ☐ 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

[D] Other: Specify \_\_\_\_\_

### [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] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] 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.

James Bruce  
 Print or Type Name

Signature

Attorney for Applicant

Title

jamesbruc@aol.com

e-mail Address

Date

5/7/03

**JAMES BRUCE**  
ATTORNEY AT LAW

POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213  
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (PHONE)  
(505) 982-2151 (FAX)

jamesbruc@aol.com

May 7, 2003

Michael E. Stogner  
Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Dear Mr. Stogner:

Pursuant to Division Rule 104.F(2), Ocean Energy, Inc. applies for approval of an unorthodox oil well location for the following well:

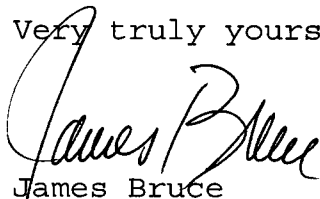
<u>Well:</u>	Kukui "31" Well No. 1 (30-025-35861)
<u>Location:</u>	1290 feet FNL & 1980 feet FEL
<u>Well Unit:</u>	NW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 31, Township 14 South, Range 35 East, N.M.P.M., Lea County, New Mexico

The well was drilled in 2002 and completed in the Atoka/Morrow formations. Applicant intends to re-complete the well in the Wolfcamp formation. The well is apparently a wildcat in the Wolfcamp; the closest pool is the Morton-Wolfcamp Pool, 1 $\frac{1}{4}$  miles to the south. A Form C-102 for the well is attached as Exhibit A.

Lots 1, 2, NE $\frac{1}{4}$ , and the E $\frac{1}{2}$ NW $\frac{1}{4}$  (the N $\frac{1}{2}$ ) of Section 31 is comprised of a single federal lease (NM 96249), which has common royalty, overriding royalty, and working interest ownership. Therefore, offset interest owners were not notified of this application.

Please call me if you need any further information on this matter.

Very truly yours,



James Bruce

Attorney for Ocean Energy, Inc.

## DISTRICT I

1085 N. French Dr., Hobbs, NM 88240

## DISTRICT II

511 South First, Artesia, NM 88210

## DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

## DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87505

## State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

## OIL CONSERVATION DIVISION

2040 South Pacheco

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name <b>NORTH MORTON, BRUNSON MESA</b>
Property Code	Property Name <b>KUKUI "31"</b>	Well Number <b>1</b>
OGRID No. <b>169355</b>	Operator Name <b>OCEAN ENERGY, Inc.</b>	Elevation <b>4048'</b>

## Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<b>B</b>	<b>31</b>	<b>14 S</b>	<b>35 E</b>		<b>1290</b>	<b>NORTH</b>	<b>1980</b>	<b>EAST</b>	<b>LEA</b>

## 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 <b>321.01</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

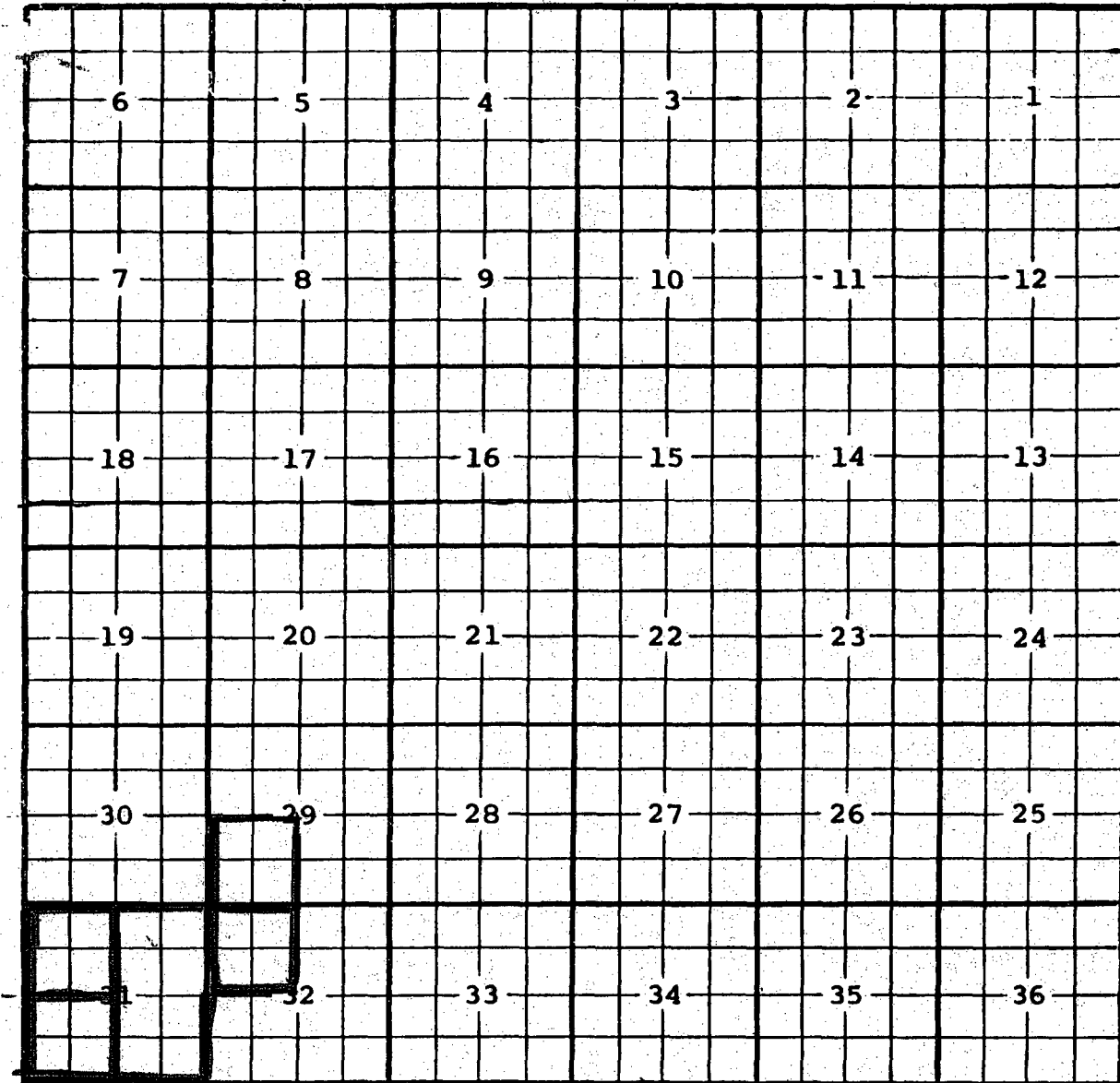
<p>① 40.48'</p> <p>② 40.53</p> <p>③ 40.57</p> <p>④ 40.62</p>			<p><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Jeanie McMillan</i> Signature <b>JEANIE McMILLAN</b> Printed Name <b>Sr. Regulatory Specialist</b> Title <b>2/5/02</b> Date</p>
	<p><b>SURVEYOR CERTIFICATION</b></p> <p>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 is true and correct to the best of my belief.</p> <p><b>January 30, 2002</b> Date Surveyed</p>		
	<p>Signature of Gary Jones Professional Surveyor</p> <p><b>NEW MEXICO</b> W.O. No. 2277 Certification No. Gary Jones 7977</p>		
	<p><b>EXHIBIT A</b></p> <p>Bumberg No. 5208</p>		

COUNTY Lea

POOL

North Morton Permo - <sup>Upper</sup> PennsylvanianTOWNSHIP 14 SouthRANGE 35 East

NMPM

Description: NW/4 Sec. 32 (R-3315, 9/11/67)Ext: E/2 Sec. 31 (R-3367, 2-1-68) - NW/4 Sec. 31 (R-3389, 4-1-68) - SW/4 Sec. 31 (R-3505, 10-1-68)- SW/4 Sec. 29 (R-3709, 4-1-69)Contract vertical limits to include only the Wolfcamp, Cisco, Canyon and Strawn  
formations and redesignate as North Morton - Permo Upper Pennsylvanian Pool (R-11728, 2-20-02)

97156

County Lea

Pool North Morton - Morrow Gas

TOWNSHIP

14 South

Range

34 East

NMPM

6	5	4	3	2	1	
7	8	9	10	11	12	
18	17	16	15	14	13	
19	20	21	22	23	24	
30	29	28	27	26	25	
31	32	33	34	35	36	

Description: N<sup>1</sup>/<sub>2</sub> Sec. 36 (A-11728, 2-20-02)