

08/26/13	SUSPENSE	DB ENGINEER	Sept 9 due to E-mail	CTB	PPRG1322660303
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ABOVE THIS LINE FOR DIVISION USE ONLY

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



CTB 683

**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.**

April Willberson  
Print or Type Name

April Willberson  
Signature

Regulatory Analyst  
Title

8/14/13  
Date

awillberson@finleyresources.com  
e-mail Address

Finley Resources  
① State E 33-1  
30-025-04379  
2013 AUG 26 P 2:15  
RECEIVED OGD  
② State E 27-1  
30-025-04354  
③ State E 28-1  
30-025-04359  
④ State E 28-2  
30-025-04360  
⑤ State E 33-3  
30-025-04381  
N-27-205-36E  
N-28  
K-28  
F-33



August 22, 2013

State of New Mexico Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

RE: Surface Commingling

Finley Resources Inc. is seeking permission to consolidate production from two leases in Lea County, New Mexico in order to reduce operating costs and limit surface disturbance. The two leases involved are the Finley Resources Inc. State E-33 lease number B-11297 (NW/4 of Sec. 33-20S-36W), the Finley Resources Inc. State E-28 lease number E-5146 (SW/4 of Sec. 28-20S-36W), and the Finley Resources Inc. State E-27 lease number E-5146 (SW/4SW/4 of Sec. 27-20S-36E). Per our records all of the leasehold and mineral / royalty estates are the same and so is the ownership of the surface.

Thanks for considering our request for commingling.

Sincerely,

A handwritten signature in black ink, appearing to read "Scott Ramsey". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Scott Ramsey  
Land Manager

## Goetze, Phillip, EMNRD

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**From:** April Wilkerson <AWilkerson@finleyresources.com>  
**Sent:** Monday, September 09, 2013 1:30 PM  
**To:** Goetze, Phillip, EMNRD  
**Subject:** RE: Application(s) for CTB - Lease Commingling  
**Attachments:** Diagram.pdf

Hello Phillip,

I just wanted to make sure you received my voicemail stating to please disregard the sundry dated August 14<sup>th</sup>, and use the August 16<sup>th</sup> sundry in its place.

Also, I contacted a Pete Martinez this morning with the State Lands Office and he requested we send a copy of the Sundry and attachment to his attention so I went ahead and dropped that in the mail.

Then our Engineer over this area drew up a simple diagram of our request and I have it attached for your review.

Please let me know if you need anything else.

Thank you,

**April Wilkerson**  
*Finley Resources, Inc*  
817-231-8735

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**From:** Goetze, Phillip, EMNRD [<mailto:Phillip.Goetze@state.nm.us>]  
**Sent:** Wednesday, August 28, 2013 5:57 PM  
**To:** April Wilkerson  
**Cc:** Brooks, David K., EMNRD  
**Subject:** Application(s) for CTB - Lease Commingling

April:

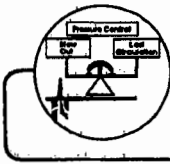
The Engineering Bureau (OCD Santa Fe) recently received two applications for lease commingling of wells which appear in both applications. The two applications received were as follows:

1. Sundry Notice (dated August 14<sup>th</sup>) and a June 24<sup>th</sup> correspondence requesting the surface commingle of State Lease E-33 B-11297 and State Lease E-28 E-5146. This application identified four individual wells: State E 33-1, State E 33-3, State E 28-1, and State E 28-2.
2. Sundry Notice (dated August 16<sup>th</sup>) and an August 24<sup>th</sup> correspondence requesting the surface commingle of State Lease E-33 B-11297, State Lease E-28 E-5146, and State Lease E-27 E-5146. This application identified five individual wells: State E 33-1, State E 33-3, State E 28-1, State E 28-2, and State E 27-1.

Is it the intent of Finley Resources to replace the newer application for the one submitted with the Sundry containing the four wells and is dated August 14<sup>th</sup> ? Additionally, has the State Land Office been notified of the proposed commingling? The Sundry notes that off-lease test separator to meter allocation from the State 33 lease before commingling with State 28 lease. Could you please provide additional information – a simple schematic/flow chart – to show the locations of wells/meters/leases. If you have any questions, please contact either Mr. David Brooks or me at your convenience. Thanks. PRG

**Phillip R. Goetze, P.G.**

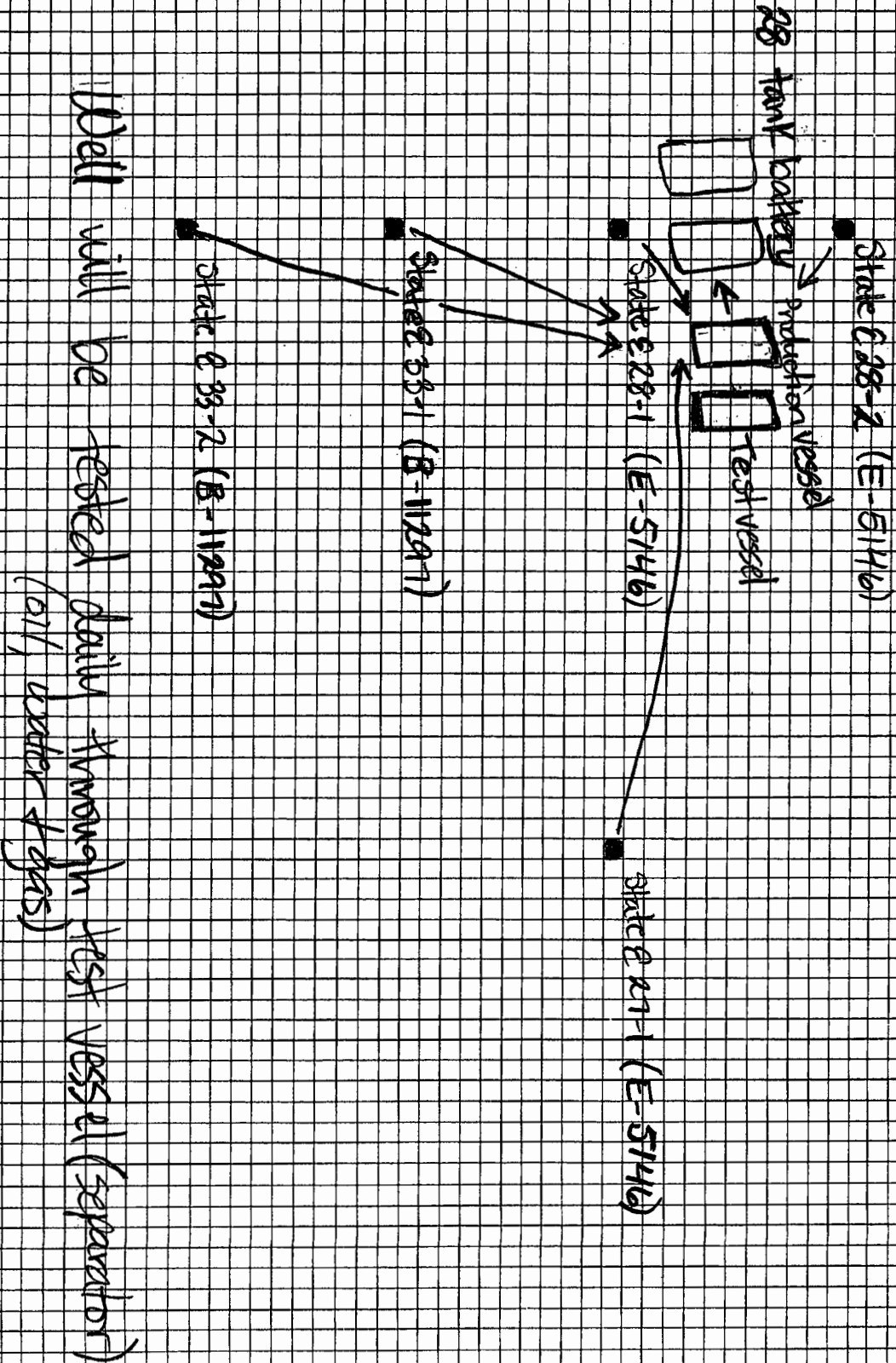
Engineering Bureau, Oil Conservation Division  
1220 South St. Francis Dr., Santa Fe, NM 87505  
O: 505.476.3466 F: 505.476.3462



**Murchison Drilling Schools, Inc.**  
2501 Juan Tabo, Suite 2, Albuquerque, NM 87112  
Tel: (505) 293-6271 Fax: (505) 298-5294  
www.murchisondrillingschools.com

Name \_\_\_\_\_  
Date \_\_\_\_\_  
Exercise \_\_\_\_\_

Summit



## Brooks, David K., EMNRD

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**From:** Goetze, Phillip, EMNRD  
**Sent:** Monday, September 09, 2013 4:13 PM  
**To:** April Wilkerson  
**Cc:** Brooks, David K., EMNRD  
**Subject:** RE: Application(s) for CTB - Lease Commingling

April:

I have received your phone call/e-mail and thank you for clearing up the applications. I will be turning the application over to David Brooks. He'll contact you if any additional information is required. PRG

Phillip R. Goetze, P.G.  
Engineering Bureau, Oil Conservation Division  
1220 South St. Francis Dr., Santa Fe, NM 87505  
O: 505.476.3466 F: 505.476.3462

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