

08/26/13	SUSPENSE	ENGINEER <i>DB</i>	08/28/13	TYPE <i>PC</i>	APP NO. <i>PPRG 1324045986</i>
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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



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

- [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.

Debbie McKelvey

AGENT

8/13/13

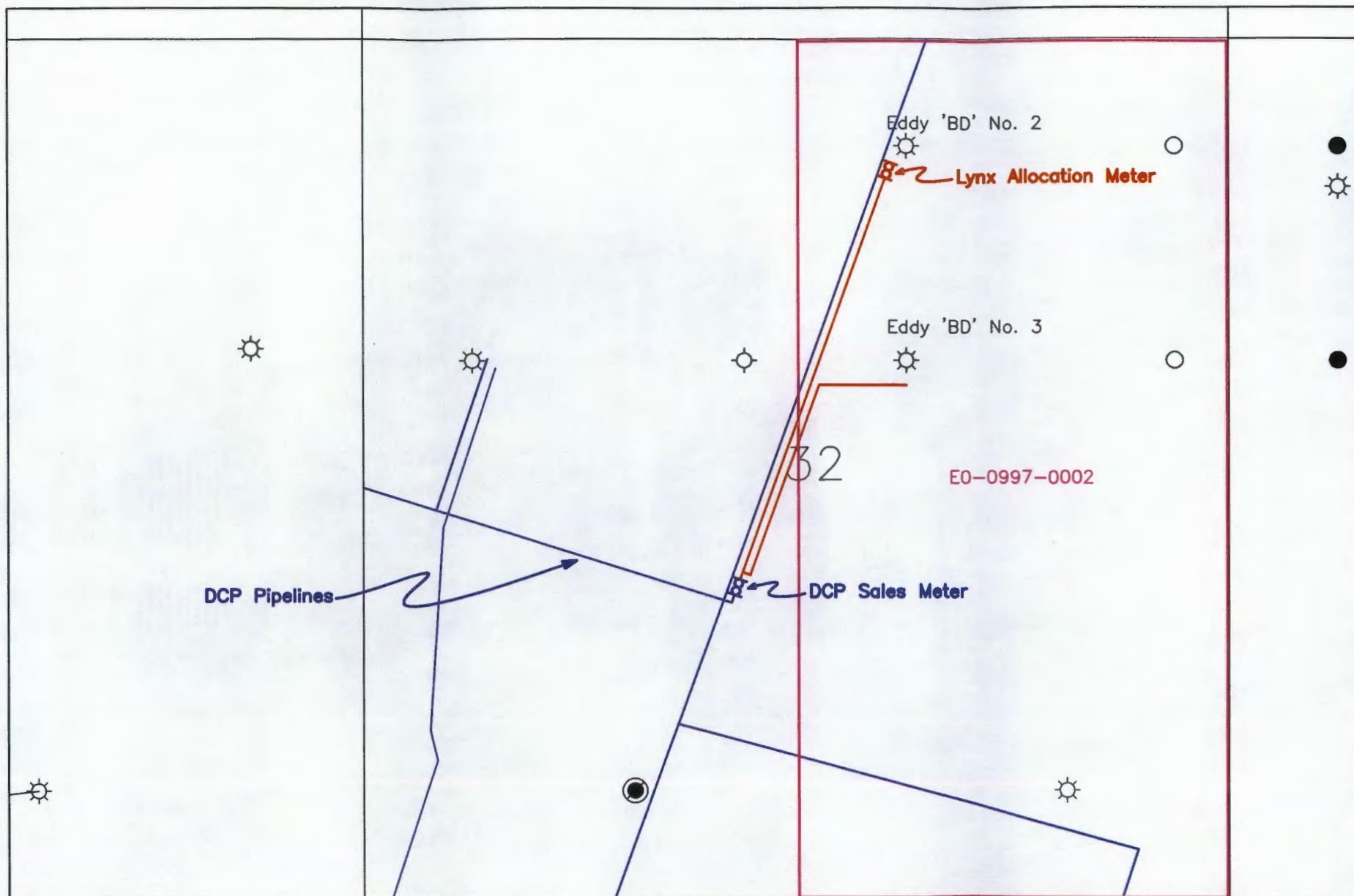
Print or Type Name

Signature

Title

Date _____

debmckelvey@earthlink.net
e-mail Address



Battery Locations:

Eddy 'BD' State No. 2

660' FNL & 1980' FEL Section 32, T-20S, R-30E

Eddy 'BD' State No. 3

1980' FNL & 1980' FEL Section 32, T-20S, R-30E

Meter Location:

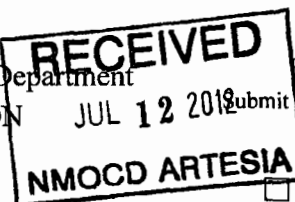
2100' FSL & 2280' FWL Section 32, T-20S, R-30E

Lynx Petroleum Consultants, Inc.
DCP Meter Connection

Section 32, T-20S, R-30E
Eddy County, NM

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-38144	² Pool Code 97963	³ Pool Name Wolfecamp
⁴ Property Code 36099	⁵ Property Name EDDY 'BD' STATE	⁶ Well Number 003
⁷ OGRID No. 13645	⁸ Operator Name LYNX PETROLEUM CONSULTANTS, INC.	⁹ Elevation 3360' KB

¹⁰ Surface Location

U/L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	32	20S	30E		1980	NORTH	1980	EAST	EDDY

¹¹ Bottom Hole Location If Different From Surface

U/L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ 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>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well on this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division</p> <p><i>Debbie McKelvey</i> 7/10/12 Signature Date</p> <p>DEBBIE MCKELVEY, AGENT Printed Name</p> <p>debmckelvey@earthlink.net E-mail Address</p>
	<p>¹⁸ SURVEYOR CERTIFICATION</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>March 18, 2010</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor</p>
	<p>ON FILE</p> <p>22406</p>
	<p>Certificate Number</p>

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

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

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102
 Permit 26093

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-35194	2. Pool Code 77560	3. Pool Name GOLDEN LANE;MORROW (GAS)
4. Property Code	5. Property Name EDDY 'BD' STATE	6. Well No. 002
7. OGRID No. 13645	8. Operator Name LYNX PETROLEUM CONSULTANTS INC	9. Elevation 3385

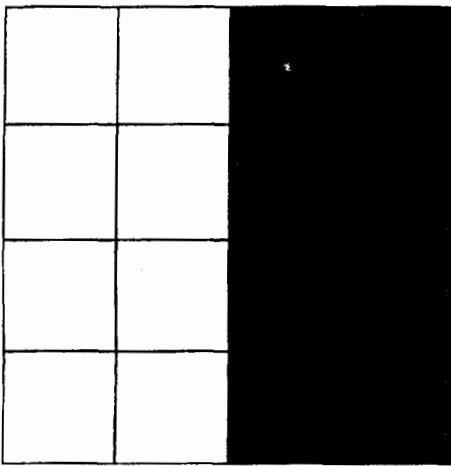
10. Surface Location

UL - Lot B	Section 32	Township 20S	Range 30E	Lot Idn	Feet From 660	N/S Line N	Feet From 1980	E/W Line E	County EDDY
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11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 320.00		13. Joint or Infill		14. Consolidation Code		15. 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

	OPERATOR CERTIFICATION	
	<i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i>	
	E-Signed By: Andrea Scott Title: Manager Date: 4/6/2006	
	SURVEYOR CERTIFICATION	
<i>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.</i>		
Surveyed By: Gary Eidson Date of Survey: 3/21/2006 Certificate Number: 12641		

Lynx Petroleum Consultants, Inc.

P.O. Box 1708
3325 Enterprise Drive
Hobbs, New Mexico 88241

575 392-6950

Fax: 575 392-7886

August 14, 2013

Commissioner of Public Lands
P.O. Box 1148
Santa Fe, NM 87504-1148

Certified Mail Return Receipt
7012 1640 0000 2267 2097

Re: Eddy 'BD' State Nos. 2 & 3
Section 32, T-20S, R-30E
Eddy County, New Mexico
State Lease No. E0-0997-0002

Gentlemen:

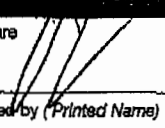
Lynx Petroleum Consultants, Inc. is applying to the New Mexico Oil Conservation Division for authority to surface commingle gas produced from the Eddy 'BD' State well numbers 2 and 3 into a single DCP sales meter. The Eddy 'BD' State number 2 currently produces gas from the Golden Lane Morrow, pool code 77560. The number 3 well is producing from the Wildcat Wolfcamp, pool code 97963.

The reason for this proposed change in operation is that the number 2 wellbore will no longer produce reliably into the high pressure (500 psig) Enterprise gas connection. The number 3 wellbore is connected to a DCP line where pressures are substantially lower at around 150 psig. Economics favor a connection into the low pressure line rather than the installation of compression. The current orifice check meter located at the number 2 tank battery will be now be utilized as an allocation meter and all gas produced from the number 2 well will be continuously measured. Ownership of the interests in both wellbores is common.

Sincerely,

LYNX PETROLEUM CONSULTANTS, INC.


Larry R. Scott

SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<ul style="list-style-type: none"> ■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. ■ Print your name and address on the reverse so that we can return the card to you. ■ Attach this card to the back of the mailpiece, or on the front if space permits. 		A. Signature X  <input type="checkbox"/> Agent <input type="checkbox"/> Addressee	
1. Article Addressed to: Commissioner of Public Lands P.O. Box 1148 Santa Fe, NM 87504-1148		B. Received by (Printed Name) _____ C. Date of Delivery _____ D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: _____	
2. Article Number (Transfer from service label)		3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.	
PS Form 3811, February 2004		4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes	
7012 1640 0000 2267 2097		Domestic Return Receipt	
102595-02-M-1540			

U.S. Postal Service™ CERTIFIED MAIL™ RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)	
For delivery information visit our website at www.usps.com	
OFFICIAL USE	
Eddy 142	Postage \$ 1.12 Certified Fee 3.10 Return Receipt Fee (Endorsement Required) 2.55 Restricted Delivery Fee (Endorsement Required) Total Postage & Fees \$ 6.77
Sent To Commissioner of Public Lands Street, Apt. No., or PO Box No. P.O. Box 1148 City, State, ZIP+4 Santa Fe, NM 87504-1148	
PS Form 3810, August 2006 See Reverse for Instructions	

Lynx Petroleum Consultants, Inc.

P.O. Box 1708
3325 Enterprise Drive
Hobbs, New Mexico 88241

575 392-6950

Fax: 575 392-7886

August 14, 2013

New Mexico Oil Conservation Division
1220 S. St. Francis Dr.
Santa Fe, NM 87505

Re: Eddy 'BD' State Nos. 2 & 3
Section 32, T-20S, R-30E
Eddy County, New Mexico
State Lease No. E0-0997-0002

RECEIVED OGD
2013 AUG 26 P 2:21

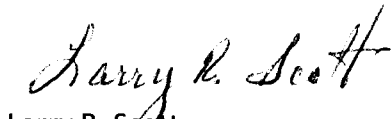
Gentlemen:

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Sincerely,

LYNX PETROLEUM CONSULTANTS, INC.



Larry R. Scott
President