

01/19/2016 DATE IN	SUSPENSE	LRL ENGINEER	2/5/16 LOGGED IN	NSL TYPE	PLEL1603642990 APP NO.
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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] Kaiser-Francis Oil Company
 [A] Location - Spacing Unit - Simultaneous Dedication North Bell Lake Unit 6 2BSS #1H
 NSL NSP SD
 Check One Only for [B] or [C]
 [B] Commingling - Storage - Measurement WELL: NORTH BELL LAKE UNIT 6 2BSS
 DHC CTB PLC PC OLS OLM KAISER-FRANCIS OIL COMP.
 [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery OGRID # 12361
 WFX PMX SWD IPI EOR PPR API# : 30-025-43033
 [D] Other: Specify _____ POOL: NORTH BELL LAKE
- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply BONE SPRING
 [A] Working, Royalty or Overriding Royalty Interest Owners # 5150
 [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.

Steven A. Dowdy _____ Consultant/Agent 1/4/2016
 Print or Type Name Signature Title Date

 e-mail Address trimanres@sbcglobal.net



RECEIVED OGD
2016 JAN 19 P 2:01

January 15, 2016

Mr. David Catanach
Oil Conservation Division
New Mexico Department of Energy,
Minerals and National Resources
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Application of Kaiser-Francis Oil Company for administrative approval of an unorthodox well
Location for its North Bell Lake Unit 6 2BSS #1H well in the E/2 SE/4 Section 6-23S-34E, Lea County, NM

Dear Mr. Catanach,

Kaiser-Francis Oil Company seeks administrative approval of an unorthodox location for its North Bell Lake Unit 6 2BSS #1H well. Our request for this approval is documented in the attached submittal. If you have any question regarding the information provided, please contact me.

Please provide me with a file-stamped copy of this application; trimanres@sbcglobal.net, Thank you.

Sincerely,

A handwritten signature in black ink, appearing to read "S. A. Dowdy", is written over the typed name.

Steven A. Dowdy
Consulting Engineer and Agent for Kaiser-Francis Oil Company

Before The New Mexico Oil Conservation Division

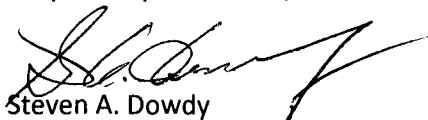
Cause: Request for Administrative Approval for an Unorthodox Location in Kaiser-Francis Oil Company's North Bell Lake Unit 6 2BSS #1H well with a surface hole location 2057'FSL;800'FEL of Section 6, T23S, R34E, Lea County, NM

1. Kaiser-Francis Oil Company (KFOC) proposes to drill the subject horizontal well to a total measured depth of 18,231' testing the first Bone Spring formation. The planned bottom hole location is to be placed 330'FNL;800'FEL of Section 31, T22S, R34E. The last projected perforation will be no closer than 330' from the lease line.
2. As outlined in the attached C-102, KFOC proposes a first take point 50' north of the E-W half-mile (2640') line of Section 6, T23S, R34E. Rule 19.15.15.13 of the NMAC of the Oil Conservation Division requires an operator to file for administrative approval of an unorthodox location. Therefore, KFOC respectfully requests the NMOCD administratively approve this application for an unorthodox location with a first take point as outline 50' from the lease line.
3. KFOC is seeking this unorthodox location approval in order to maximize recovery of reserves and to project correlative rights. Without approval of the unorthodox location the operator would have less of a production interval to define commercial success of the subject well to be drilled.
4. No other parties are affected by encroachment. KFOC has leased all mineral acreage represented within Section 6, T23S, R34E and Section 31, T22S, R34E as well as all mineral acreage contiguous to Section 6, T23S, R34E. Working interest ownership is equally represented in the aforementioned acreage position. Therefore, no notice is given as there are no other parties but KFOC to notice.
5. The defined surface location where the subject well will be drilled is State land.

Enclosed are the following submitted documents:

1. Administrative application checklist
2. Form C-102
3. Land plat

Respectfully Submitted,



Steven A. Dowdy

Consulting Engineer & Agent for KFOC

Trimanres@sbcglobal.net

405-692-1555

Lowe, Leonard, EMNRD

From: Steve Dowdy <trimanres@sbcglobal.net>
Sent: Tuesday, February 02, 2016 2:55 PM
To: Lowe, Leonard, EMNRD
Subject: RE: Kaiser - Francis North Bell Lake Unit 6 2 BSS # 1 H, NSL Application

Hello Leonard,

Here is the information you requested on the subject well's Application for NSL:

API #30-025-43033
Pool Name - Bone Spring
Pool Number - 5150 *→ 5150; IS BELL LAKE BONE SPRING NORTH*
Kaiser-Francis Oil Company OGRID #12361
Well Designation - Oil

Please let me know if you need any additional information.

Sincerely,

Steve Dowdy
Consulting Engineer for KFOC

On Mon, 2/1/16, Lowe, Leonard, EMNRD <Leonard.Lowe@state.nm.us> wrote:

Subject: RE: Kaiser - Francis North Bell Lake Unit 6 2 BSS # 1 H, NSL Application
To: "Steve Dowdy" <trimanres@sbcglobal.net>
Date: Monday, February 1, 2016, 8:04 PM

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5 2 2 2 4 3 2 4;}
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#yiv6225420488 span.yiv6225420488EmailStyle18
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{
#yiv6225420488

Mr. Dowdy,

Your application did not state the following required information:

Is this application for Oil or Gas?

What is the pool name/pool code you are seeking?

Leonard Lowe
Engineering Bureau
Oil
Conservation Division
Energy
Minerals and Natural Resources
Department
1220 South St. Frances
Santa Fe, New Mexico
87004
Office: 505-476-3492
Fax: 505-476-3462
E-mail:
leonard.lowe@state.nm.us

Website:
<http://www.emnrd.state.nm.us/ocd/>

From: Lowe,
Leonard, EMNRD

Sent: Monday, February 01, 2016 6:05 PM

To: 'Steve Dowdy'
<trimanres@sbcglobal.net>

Cc: Jones, William V, EMNRD
<WilliamV.Jones@state.nm.us>

Subject: Kaiser - Francis North Bell Lake Unit 6 2 BSS # 1 H, NSL Application

Mr. Dowdy,

I am in the midst of your submitted NSL application for the above stated well.

In review, I need to have the following information.

API # for the well, if known.

Usually if an application is pending the API number, it is stated within the submittal. In this application there is no such reference to API

OGRID for Kiaser – Francis?

I will be out of the office 02.02.16 to return on 02.03.16.

Leonard Lowe
Engineering Bureau
Oil
Conservation Division
Energy
Minerals and Natural Resources
Department
1220 South St. Frances
Santa Fe, New Mexico
87004
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