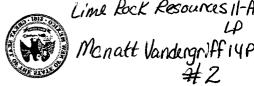
DATE IN SUSPENSE ENGINEER LOGGED IN 10/22/12 TYPE OLM APP NO PKURIZZ 9645604

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

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



MCNATT VANDERGRIFF 14 P #2 30-015-40489 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] **TYPE OF APPLICATION** - Check Those Which Apply for [A] [1] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD Check One Only for [B] or [C] Commingling - Storage - Measurement [B] DHC ☐ CTB ☐ PLC ☐ PC ☒ OLS Injection - Disposal - Pressure Increase - Enhanced Oil Recovery [C] ☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR [D] Other: Specify [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or \square Does Not Apply Working, Royalty or Overriding Royalty Interest Owners [A] Offset Operators, Leaseholders or Surface Owner [B] Application is One Which Requires Published Legal Notice [C] [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. **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative [4] 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. Petroleum Engineer Mike Pippin October 1, 2012 Print or Type Name Date mike@pippinllc.com

e-mail Address

OLM - 70

LIME ROCK RESOURCES II-A, L.P. Mike Pippin PE 3104 N. Sullivan Avenue Farmington, NM 87401 505-327-4573 (phone) mike@pippinllc.com

October 1, 2012

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

RE: C-107B, APPLICATION FOR OFF-LEASE STORAGE & MEASUREMENT

MCNATT VANDERGRIFF 14 P #2- API#: 30-015-40489

Unit Letter "P" Section 14 T18S R26E

Eddy County, New Mexico

Greetings:

LIME ROCK RESOURCES II-A, L.P. as operator of the above-referenced well, is submitting this application to permit the referenced well for Off-Lease Storage & Measurement. Its State pool is, Atoka, Glorieta-Yeso (3250).

The McNatt Vandergriff 14 P #2 is located on a Fee lease. All working interest owners and royalty owners have been contacted.

Attached is the necessary C-107B information, schematic map of the tank battery and plat showing the private (Fee) lease boundaries and well and tank battery locations.

Should you have any questions, please contact me at 505-327-4573.

Very truly yours,

Mike Pippin

Petroleum Engineer

District I

1625 N. French Drive, Hobbs, NM 88240

District II

811 S. First St., Artesia, NM 88210

District III

1000 Rio Brazos Road, Aztec, NM 87410

District IV

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

Energy, Minerals and Natural Resources Department

Form C-107-B Revised August 1, 2011

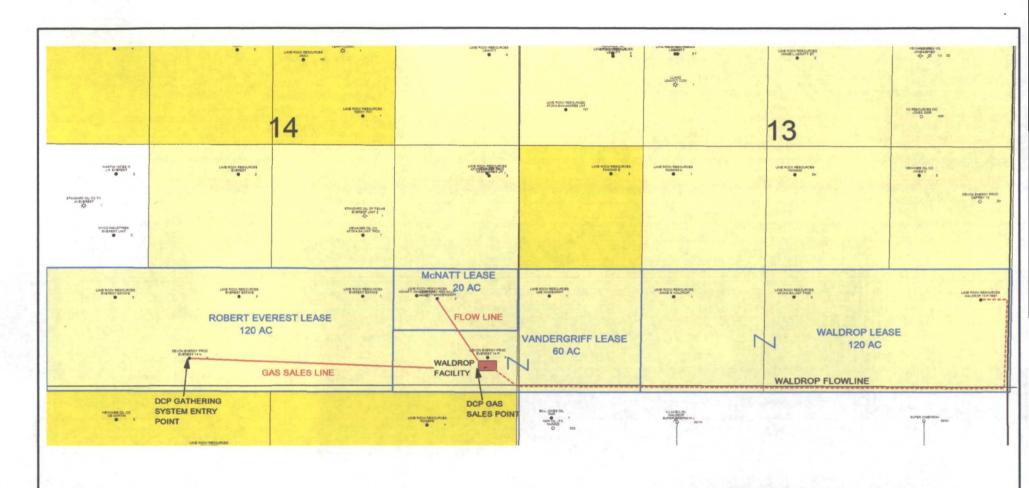
OIL CONSERVATION DIVISION

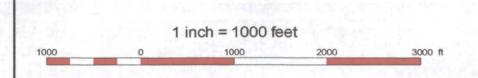
State of New Mexico

1220 S. St Francis Drive Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

		COMMINGLING	DIVERSE	OWNERSHIP)				
OPERATOR NAME: LIME ROCK RESOURCES II-A, L.P.								
OPERATOR ADDRESS: c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM87401								
APPLICATION TYPE:								
	ng Pool and Lease Co		e Storage and Measu	rement (Only if not Surfa-	ce Commingled)			
LEASE TYPE: Fee	State Fed							
Is this an Amendment to existing Orde								
Have the Bureau of Land Management Yes No This is not a comming		d office (SLO) been not	tified in writing o	of the proposed comm	ingling			
165 100 This is not a communi		N. COMMUNICATION		-				
		OL COMMINGLINGS ts with the following in						
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes			
Atoka, Glorieta-Yeso 3250	35.4/1.456							
		7						
		1						
		1						
		1						
(2) Are any wells producing at top allows	ables? Yes No		1	L				
(3) Has all interest owners been notified		oposed commingling?	☐Yes ☐No.					
(4) Measurement type: Metering	Other (Specify)	Chr 10 " " " " " " " " " " " " " " " " " "						
(5) Will commingling decrease the value	or production? LiYes	∐No If "yes", descri	be why commingli	ing should be approved				
	(B) LEA	SE COMMINGLIN	G		···			
	Please attach shee	ts with the following in	formation	Marie 1971				
(1) Pool Name and Code.								
(2) Is all production from same source of(3) Has all interest owners been notified by			□Yes □N	0				
(4) Measurement type: Metering [· · · · · · · · · · · · · · · · · · ·	posou comminging:	C169 C10	v				
		LEASE COMMIN						
(1) Complete Sections A and E.	Please attach sheet	ts with the following in	nformation					
(1) Complete Sections A and E.		\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\						
	D) OFF-LEASE ST	ORAGE and MEA	SURFMENT	200.00				
•		ets with the following						
(1) Is all production from same source of				**************************************				
(2) Include proof of notice to all interest owners. See attached.								
(E) A		RMATION (for all		pes)				
(1)		ts with the following in	<u>iformation</u>					
(1) A schematic diagram of facility, inclu			ore if Faderal or Sta	ita lande ara involvad. Sa	a Attached			
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved. See Attached (3) Lease Names, Lease and Well Numbers, and API Numbers. McNatt Vandergriff 14 P. #2, 30-015-40489								
				<u>-</u>				
I hereby certify that the information above i	s true and complete to the	best of my knowledge an	d belief.	· · · · · · · · · · · · · · · · · · ·				
SIGNATURE: DATE: October 1, 2012								
The state of the s	7	. 1.22. 1 savieum Englie		DATE. OCIOUC				
TYPE OR PRINT NAME Mike Pir		***	TELE	PHONE NO.: <u>505-347</u>	<u>-4573</u>			
E-MAIL ADDRESS: mike@pippinllc	com_							

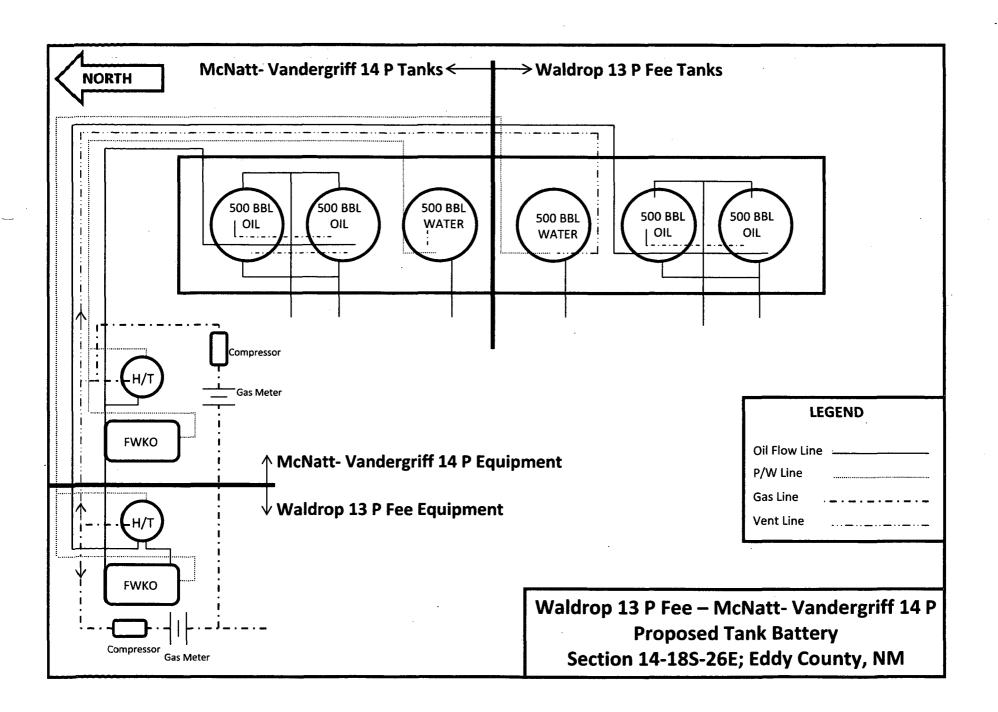






LIME ROCK RESOURCES II-A, L.P. WALDROP 13P #1 OFFSITE STORAGE & SALES

Author: < name>		D s te: 20 M arch, 2012
	Scale: < scale>	



District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV

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 October 15,2009 Submit one copy to appropriate District Office

☐ AMENDED REPORT

1220 S. St. Francis	St. Francis Dr., Santa Fe, NM 87505								
		W	ELL LO	CATIO	N AND ACR	EAGE DEDIC	CATION PLA	Τ	
API Number Pool Code PIO Pool Name								· · · · · · · · · · · · · · · · · · ·	
30-015-40489 5HZ-03250 BEDIANE JGLORIETA-YESO									
							Well Number		
McNATT-VANDERGRIFF "14" P 2							2		
OCRID	OGRID No. Operator Name II-A, L.P. Elevation								
27155	LIME ROCK RESOURCES 3308.7							3308.7	
277558 ** Surface Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	14	18 S	26 E		990	SOUTH	880	EAST	EDDY
	<u> </u>	·	" Bo	ttom Ho	le Location It	Different From	n Surface		······································
UL or lot no.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
P	14	185	26 E		990	SOUTH	990	EAST	EDDY
12 Dedicated Acres	s 13 Joint o	r lufill 14 C	onsolidation	Code 15 O	rder No.	<u> </u>	<u></u>	<u> </u>	
40	-			į					

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.

	NOTE: LATITUDE AND LONGITUDE COORDINATES ARE SHOWN USING THE NORTH AMERICAN DATUM OF 1927 (NAD27), AND ARE IN DECIMAL DEGREE FORMAT.		NE CORNER SEC. 14 LAT. = 32,7550409'N LONG. = 104,3434626'W	17 OPERATOR CERTIFICATION 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 mierest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill 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.
				Signature Printed Name 51D ASHINORIH 10SURVEYOR CERTIFICATION
		14 P ELEV. = UAT. = 3 LONG. =		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
SW CORNER SEC. 14 LAT. ≈ 32.7405084*N LONG. = 104.3605385*W	S Q CORNER SEC. 14 LAT. = 32.7404662'N LONG. = 104.3520278'W	LAT. = 32.74047	B6'N	Signature and Seal of Professional Surveyor Securificate Number Certificate Number AFUNONF JARAMIDLO, PLS 12797

LIME ROCK RESOURCES II-A, L.P. Mike Pippin 3104 N. Sullivan Avenue Farmington, NM 87401 505-327-4573 (phone) mike@pippinllc.com

October 2, 2012

RE: C-107B Application for Off Lease Measurement & Storage

MCNATT VERDERGRIFF 14 P #2 - API#: 30-015-40489

990' FSL 880' FEL, "P" Section 14 T18S R26E

Eddy County, New Mexico

VIA CERTIFIED MAIL
To all Interest Owners:

In accordance with the New Mexico Oil Conservation Division Rule 19.15.23.9 governing off lease measurement & storage, you are hereby notified that LIME ROCK RESOURCES II-A, L.P. as operator of the above-referenced well, has submitted an application for off lease measurement and storage.

This oil well will be producing from the Atoka, Glorieta-Yeso pool (3250) from perfs at 3870'-4209'. Lime Rock believes that operating expenses would be lower, and the well would produce more efficiently with the proposed off lease measurement and storage.

Interested parties must file objections or a request for hearing with the NMOCD, 1220 South St. Frances Drive, Santa Fe, NM 87505 within 20 days.

Should you have any questions or concerns, please contact me at 505-327-4573 and/or the NMOCD at 505-476-3467.

Sincerely,

LIME ROCK RESOURCES II-A, L.P.

Mike Pippin PE

Petroleum Engineer

Enclosures

INTEREST OWNERS For McNatt Vandergriff 14 P #2 October 1, 2012

Lime Rock Resources II-A, L.P. 1111 Bagby Street Suite 4600 Houston, TX 77002

Donald Fanning & Sons, Inc. 106 Aaron Drive Artesia, New Mexico 88210 Surface Owner

James R. Bush 27510 Clydehurst Grove Ct. Katy, TX 77494

Gerald Wayne Bush 18331 Edwards Bluff San Antonio, TX 78259

Retha June Dossey PO Box 376 Gorman, TX 76454

Lillian Lorene Eldridge 4243 Knollpass San Antonio, TX 78247

James W. Bush Jr Rev Lvg Trust L Eldridge & G. Bush Trustees 18331 Edwards Bluff San Antonio, TX 78259

Gary Lasater c/o IRS Levy Proceeds FAO 4425427 ACS Support Kansas City, MO 641219690

Merrion Oil & Gas Corp 610 Reilly Ave. Farmington, NM 87401 Dana Rae Mosman 13539 Shahan Dr. Dallas, TX 75234

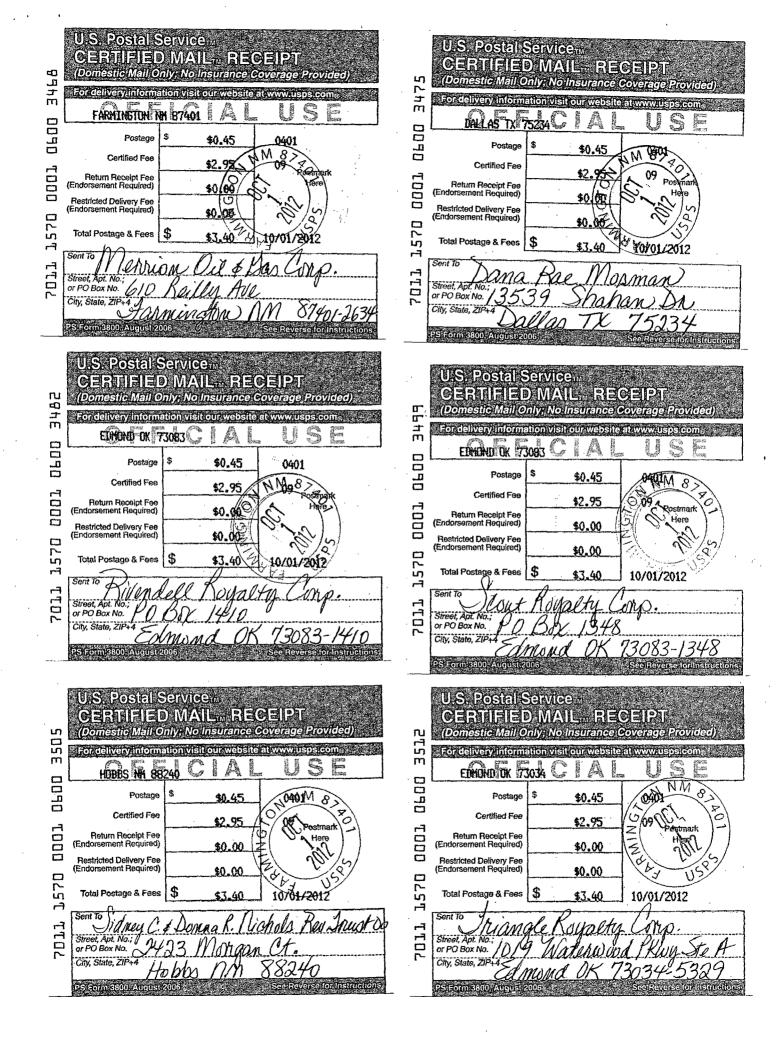
Rivendell Royalty Corp. PO Box 1410 Edmond, OK 73083-1410

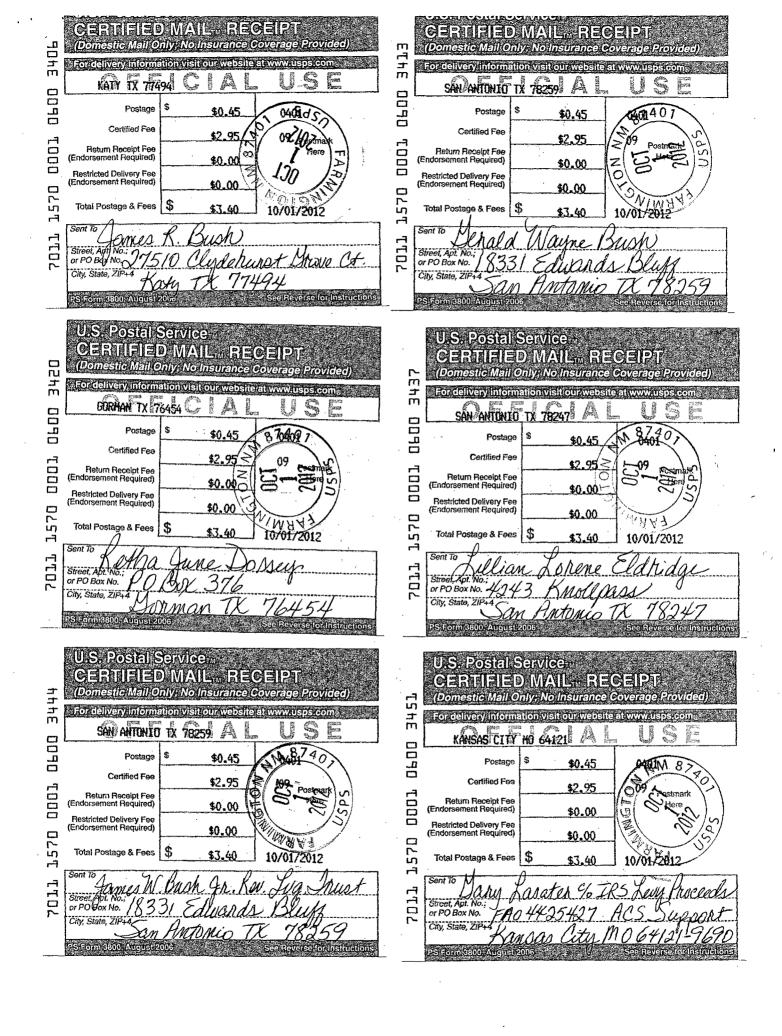
Scout Royalty Corp. PO Box 1348 Edmond, OK 73083-1348

Sidney C. Nichols & Donna R. Nichols Rev Trust DO 2423 Morgan Court Hobbs, NM 88240

Triangle Royalty Corp. 1019 Waterwood Parkway, Ste A Edmond, OK 73034-5329

Jerre Glenn Vandagriff 108 Miramar Circle Oak Ridge, TN 37830





U.S. Postal Service... Postal Service CERTIFIED MAIL RECEIPT ANIELED WALLE BEERE 3536 nestic Mail Only: No Insurance Coverage Provided 3529 ARTESIA NH 88210 0090 37830 0600 \$0.45 Postage Certified Fee Certified Fee 1000 \$2.95 0007 Return Receipt Fee (Endorsement Required) Return Receipt Fee (Endorsement Required) \\;\\\Here \$0.00 \$0.00 Restricted Delivery Fee (Endorsement Required) Restricted Delivery Fee (Endorsement Required) 1570 \$0.00 7011 1570 10/01/2012 Total Postage & Fees \$ \$3.40 10/01/2012 7011 Street, Apt. No.; or PO Box No. Street, Apt. No. or PO Box No.