DATE IN 5/9/06

Print or Type Name

Signature

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APP NO. OTD SO 613056768

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] Location - Spacing Unit - Simultaneous Dedication [A] ⊠ NSL ☐ NSP ☐ SD Check One Only for [B] or [C] Commingling - Storage - Measurement П DHČ П≀СТВ ПРLС ПРС ПOLS ПОLМ Injection - Disposal - Pressure Increase - Enhanced Oil Recovery [C] ☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR [D] Other: Specify \_ NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply [2] Working, Royalty or Overriding Royalty Interest Owners [A] Offset Operators, Leaseholders or Surface Owner [B] [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. **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,

e-mail Address

Date

Title



#### Sent Federal Express

May 8, 200	06	2006			
Mr. Michael Stogner					
New Mexico Oil Conservation Division					
1220 South St. Francis Drive					
Santa Fe, New Mexico 87504					
Re:	San Juan 29-7 Unit #549S				
	590' FSL, 375' FWL, Section 9, T-29-N, R-7W, Rio Arriba County	-			
	30-039-29744	40			
Dear Mr. Stogner:					

Burlington Resources proposes to drill the above referenced well located within the participating areas in the Basin Fruitland Coal and Blanco Pictured Cliffs formations and is applying for administrative approval of an unorthodox gas well location for the Fruitland Coal formation, which is less than 660' from a nonparticipating portion of Sec. 17.

The subject well was staked at an approved unorthodox existing location (San Juan 29-7 Unit 80M – 560'FSL 405' FWL) at the request of the Bureau of Land Management, to reduce surface impact on the location. The proposed location was also staked non-standard due to steep terrain to the north and east, as shown on the attached topography map.

The following attachments are for your review:

- Approved application for Permit to Drill and C-102 at referenced location
- Offset operators
- > 9 Section Plat
- > Topographic Map
- > Aerial Photography Map
- Wellpad Layout Sheet
- NSL Order #5080 Approval on the San Juan 29-7 Unit 80M

Copies of this application are being submitted to offset operator / working interest owners by certified mail. Please let me know if you have any questions about this application.

Sincerely,

John Clark

Regulatory Analyst

Re: San Juan 29-7 Unit 549S

590' FSL, 375' FWL, Section 9, T29N, R7W, San Juan County

30-039-29744

I hereby certify that the following offset owners/operators have been notified by certified mail of our application for administrative approval for non-standard well location of the above well.

Bolack Minerals Company 3901 Bloomfield Hwy Farmington, NM 87401

Pat S. Bolin 1 Parker SQ Ste 510 2525 Kell Blvd Wichita Falls, TX 76308

BP America Production Co. Attn: Karen Clay West Lake 1 Room 19.179 501 Westlake Park Blvd. Houston, TX 77079

C W Bolin Properties Ltd. 813 8<sup>th</sup> St. Ste 1120 Wichita Falls, TX 76301-3354 Charles W. Gay c/o James M Raymond – POA P. O. Box 291445 Kerrville, TX 78029-1445

ConocoPhillips Company Attn: Chief Landman San Juan Rockies P. O. Box 2197 Houston, TX 77252-2197

D. Phil Bolin 2525 Kell Blvd S – 510 Wichita Falls, TX 76308

Dan H. Bolin 1 Parker Sq. Ste 510 2525 Kell Blvd. Wichita Falls, TX 76308-1061

Davis A. Pierce Citizens Bank Agent for P. O. Box 4140 Farmington, NM 87499 Dirk Vanhorn Reemtsma 556 Crestwood Drive Oceanside, CA 72054 Re:

San Juan 29-7 Unit 549S

590' FSL, 375' FWL, Section 9, T29N, R7W, San Juan County

30-039-29744

I hereby certify that the following offset owners/operators have been notified by certified mail of our application for administrative approval for non-standard well location of the above well.

Four Star Oil & Gas Company Attn: Barbara Nelms P. O. Box 36366 Houston, TX 77236

J&M Raymond nLtd Raymond & Sons I LLC Gen. Partner P. O. Box 291445 Kerrville, TX 78029-1445

Lance Reemtsma 2601 Grant St. Berkeley, CA 94703-1915

Lorrayn Gay Hacker c/o James M Raymond-POA P. O. Box 291445 Kerrville, TX 78029-1445

Maydell Miller Mast c/o James M. Raymond P. O. Box 291445 Kerrville, TX 78029-1445

Maydell Miller Mast Trust James M. Raymond Trustee P. O. Box 291445 Kerrville, TX 78029-1445

Williams Production Company One Williamsm Center P. O. Box 3102 - MD25-1 Tulsa, OK 74101

R. L. Bolin Properties Ltd 4245 Kemp Blvd Ste 316 Wichita Falls, TX 76308

T H McElvain Oil & Gas Ltd Partnership 1050 17<sup>th</sup> St Ste 1800 Denver, CO 80265

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

	APPLICATION FOR PERMIT TO D	RILL, DEEPEN, OR PLUG BACK
1a.	Type of Work DRILL	5. Lease Number NMSF-078423 Unit Reporting Number
1b.	Type of Well GAS	6. If Indian, All. or Tribe
2.	Operator BURLINGTON	7. Unit Agreement Name
	RESCURCES Oil & Gas Company	San Juan 29-7 Unit
3.	Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499	8. Farm or Lease Name
	(505) 326-9700	9. Well Number #5498
4.	Location of Well Unit M, 590' FSL & 375' FWL,	10. Field, Pool, Wildcat  Basin Fruitland Coal  (WCO ) Church (Here)  11. Sec., Twn, Rge, Mer. (NMPM)
	Latitude 36° 44.0819'N Longitude 107° 35.0064'W	Sec. 9, T29N, R7W  API # 30-039- 29744
14.	Distance in Miles from Nearest Town 15+ miles from Bloomfield, NM	12. County 13. State Rio Arriba NM
15.	Distance from Proposed Location to Nearest Propert 375'	y or Lease Line
16.	Acres in Lease	17. Acres Assigned to Well 320 acres W/2
18.	Distance from Proposed Location to Nearest Well, D Twinned with SJ 29-7 Unit #80M	rlg, Compl, or Applied for on this Lease
19.	Proposed Depth 3720'	20. Rotary or Cable Tools Rotary
21.	Elevations (DF, FT, GR, Etc.) 6720' GL	22. Approx. Date Work will Start
23.	Proposed Casing and Cementing Program See Operations Plan attached	
24.	Authorized by: Sr. Regulatory Specialist	Date ///0/06
	$\sim 2100$	APPROVAL DATE
APPR	NOVED BY SHIP (QUITED BY )ITLE _	$\frac{24711}{2471} \qquad \text{DATE} = \frac{2}{13} \int_{0}^{2}$

**Archaeological Report attached** 

Threatened and Endangered Species Report attached

NOTE: This format is issued in lieu of U.S. BLM Form 3160-3

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or presentations as to any matter within its jurisdiction.

This is NOT an HPA well.

DREAMS CREAKDONS AUTHORIZED ARE
SUBJECT TO SCHOOL HAVE WITH ATTACHED
"GENERAL REQUIREMENTS".

This applies is subject to technical and procedure for a proce

OPERATOR

DISTRICT I 1625 N. French Dr., Hobbs, N.M. 88240

DISTRICT II 1301 W. Grand Ave., Artesia, N.M. 68210

1000 Rio Brazos Rd., Aztec, N.M. 87410

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

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 June 10, 2003

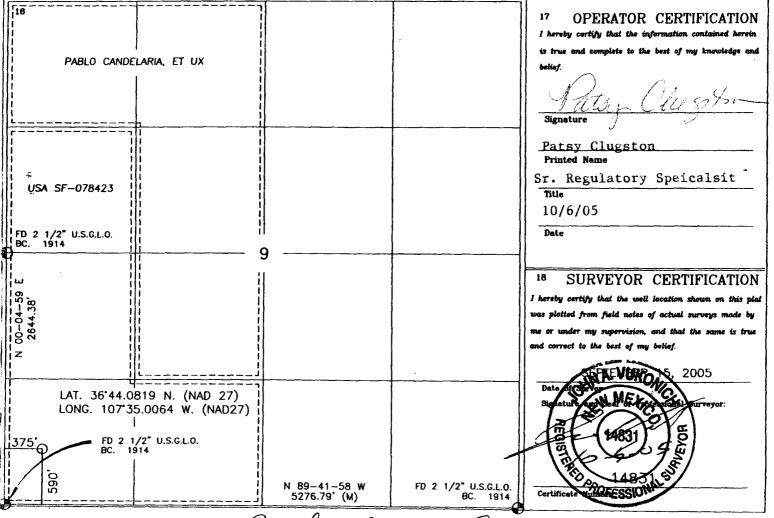
Submit to Appropriate District Office
State Lease - 4 Copies

Fee Lease - 3 Copies

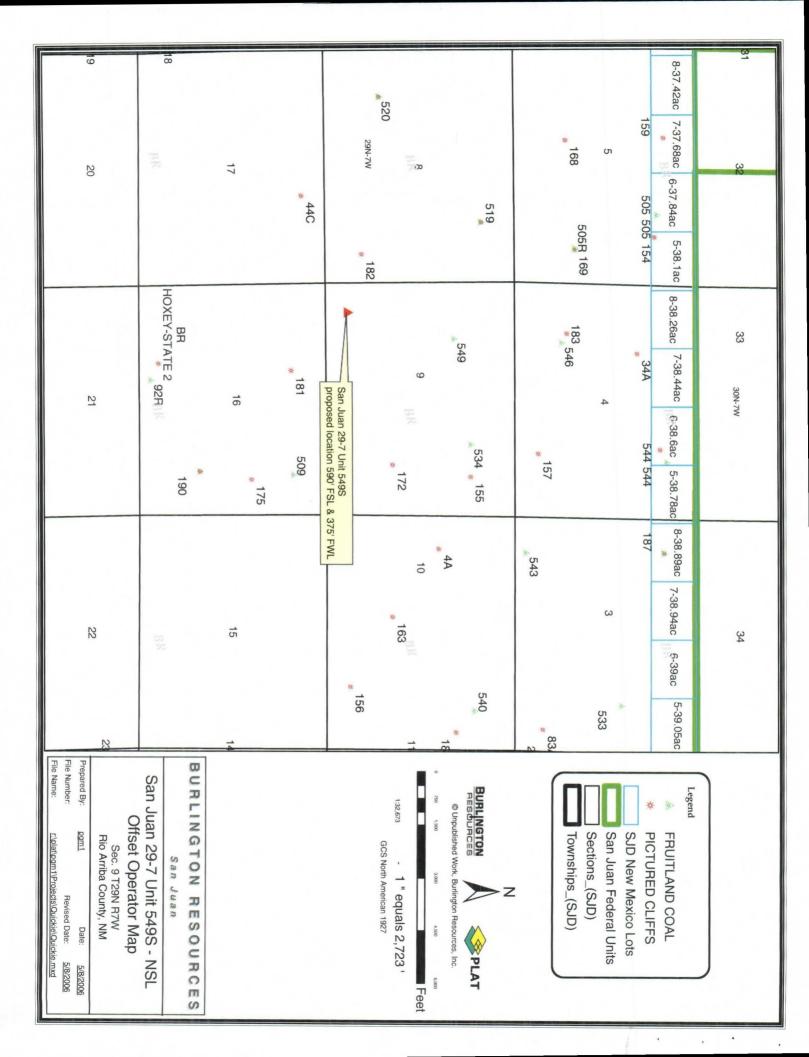
AMENDED REPORT

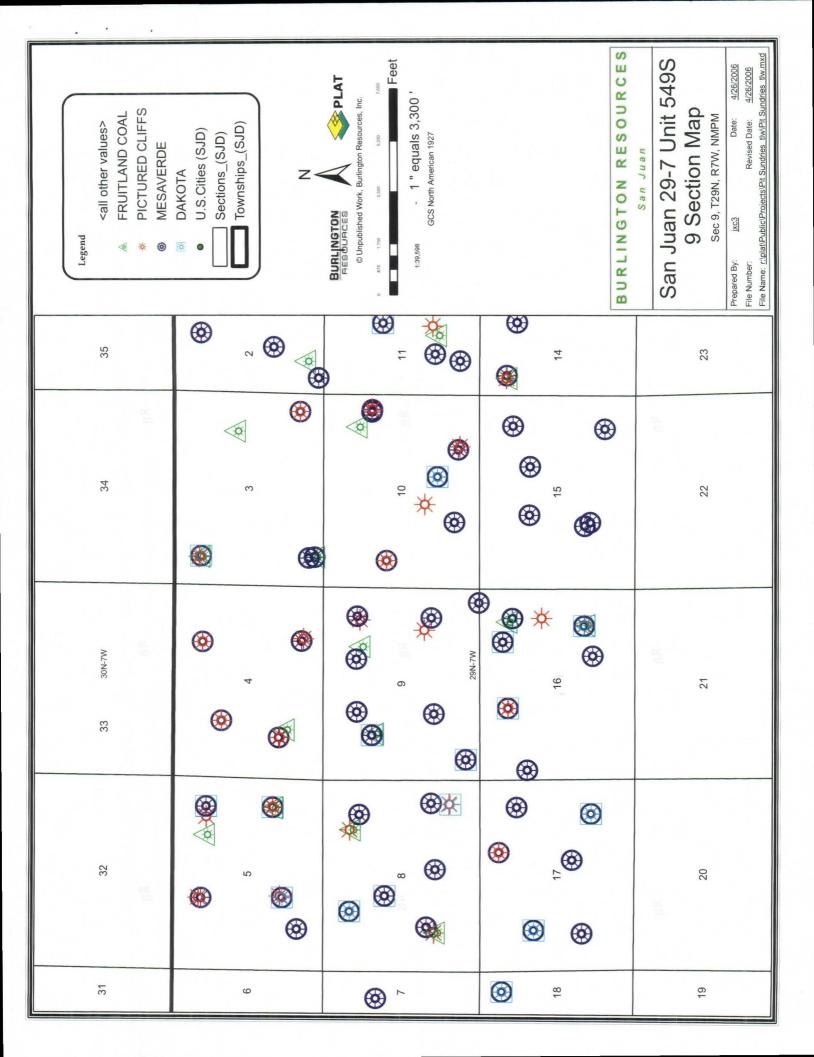
### WELL LOCATION AND ACREAGE DEDICATION PLAT

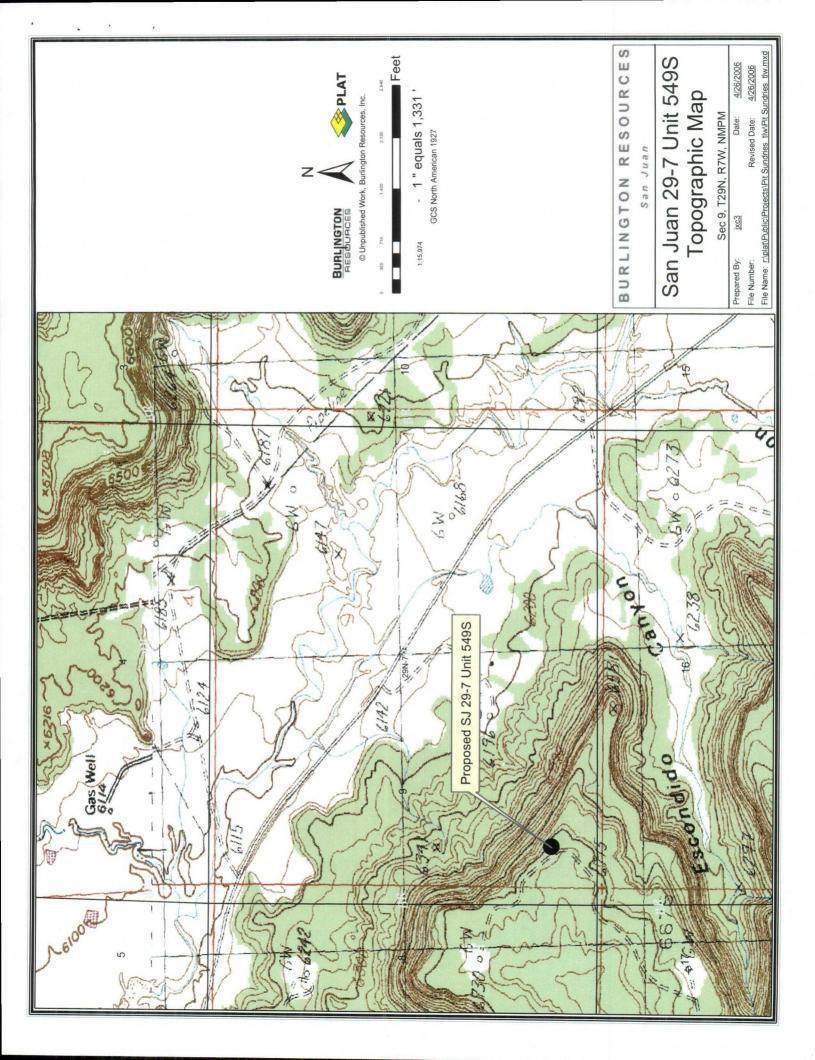
<sup>1</sup> API Number			<sup>2</sup> Pool Code			Pool Name					
			71629/7240		400 Bas	Basin Fruitland Coal / Blanco I			ture	d Cliffs E	
<sup>4</sup> Property Code		Property Name						• Well Number			
7465			SAN JUAN 29-7 UNIT						549S		
OGRID No.			*Operator Name						Elevation		
14538			BURLINGTON RESOURCES OIL & GAS COMPANY LP						6720'		
	,				10 Surface	Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line		County	
M	9	29-N	7-W		590	SOUTH	375	WEST		RIO ARRIBA	
			11 Bott	om Hole	Location I	f Different Fro	om Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	e East/West line		County	
M											
<sup>12</sup> Dedicated Acres			<sup>18</sup> Joint or	infill	ufili <sup>14</sup> Consolidation Code			<sup>15</sup> Order No.			
C-320 W/2	2	Į									
C-160 SW	/4				L <u>.</u>						
NO ALLOW	ABLE W				S COMPLETION	ON UNTIL ALL EN APPROVED	INTERESTS H		N CO	NSOLIDATED	
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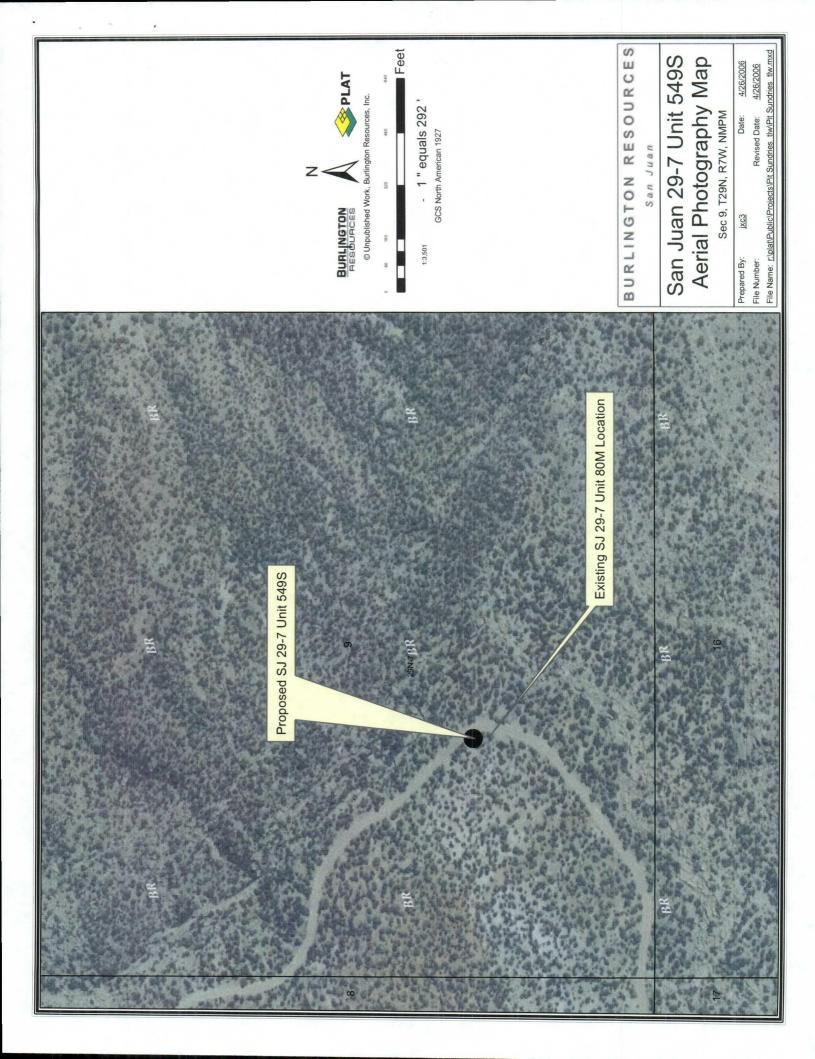


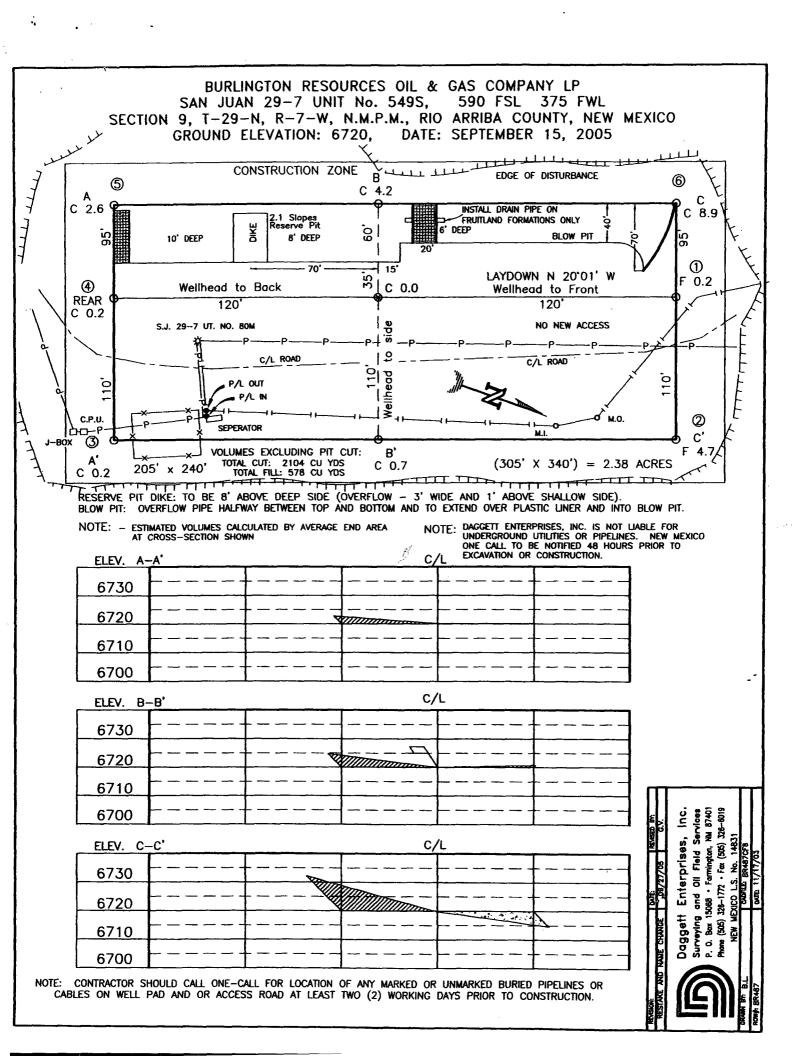
Standard 640-acre Sertion













# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

June 23, 2004

Mark E. Fesmire, P.E. Director

Oil Conservation Division

Burlington Resources Oil & Gas Company P. O. Box 4289 Farmington, New Mexico 87499-4289

Attention:

Joni Clark, Regulatory Specialist

jclark@br-inc.com

Administrative Order NSL-5080

Dear Ms. Clark:

Reference is made to the following: (i) your application dated June 1, 2004 (administrative application reference No. pMES0-415558715); and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Aztec and Santa Fe: all concerning Burlington Resources Oil & Gas Company's ("Burlington") request for an exception to the well location requirements provided within the "Special Rules and Regulations for the Basin-Dakota Pool," as promulgated by Division Order No. R-10987-B, dated June 30, 2000, as amended by Division Orders No. R-10987-B (1), dated August 10, 2000, and R-10987-B (2), dated January 29, 2002. The W/2 of Section 9, Township 29 North, Range 7 West, NMPM, Rio Arriba County, New Mexico is to be dedicated to the proposed well in order to form a standard 320-acre stand-up gas spacing and proration unit for the Basin-Dakota Pool (71629).

The application has been duly filed under the provisions of Division Rules 104.F and 605.B.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox Dakota gas well location in Section 9 is hereby approved:

San Juan "29-7" Unit Well No. 80-M 560' FSL & 405' FWL (Unit M) (API No. 30-039-27680).

Further, the aforementioned well and spacing unit will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,

Michael E. Stogner

Engineer/Hearing Officer

MEF/ms

cc:

New Mexico Oil Conservation Division - Aztec U. S. Bureau of Land Management - Farmington