

11/8/07 DATE IN	SUSPENSE	Brooks ENGINEER	11/8/07 LOGGED IN	NSL TYPE	PKUR 0731330362 APP NO.
--------------------	----------	--------------------	----------------------	-------------	----------------------------

ABOVE THIS LINE FOR DIVISION USE ONLY

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



Texland Petroleum-Hobbs
LLC
DOBBY #1
5745

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.

Print or Type Name

Signature

Title

Date

e-mail Address

TEXLAND PETROLEUM, L.P.

EXPLORATION AND PRODUCTION
777 MAIN STREET, SUITE 3200
FORT WORTH, TEXAS 76102

RECEIVED

2007 NOV 8 PM 2:19

(817) 336-2751

November 5, 2007

Mr. Richard Ezeanyim, Chief Engineer
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Application of Texland Petroleum-Hobbs, LLC, for administrative approval of an Unorthodox well location for its Dobry Well No. 1, to be drilled to the Devonian formation at a surface location 1165 feet from the North line and 2175 feet from the East line of Sec. 33, Township 16 South, Range 38 East, N.M.P.M., Lea County, New Mexico.

Dear Mr. Fesmire:

Texland Petroleum-Hobbs, LLC ("Texland") hereby seeks administrative approval pursuant to the provisions of Division Rule 104 F (2)-(4), of an unorthodox well location as a Knowles Devonian, West for its Dobry Well No. 1 located 1165 feet from the North line and 2175 feet from the East line of Section 33 (Unit B), Township 16 South, Range 38 East, N.M.P.M., Lea County, New Mexico.

This proposed location in the Devonian formation is unorthodox because it is governed by state wide rules which provides for wells on 40-acre spacing units to be located 330 feet from any boundary of the spacing unit. The proposed unorthodox well location is at 155 feet from the southern boundary of the proposed spacing unit. A standard 40-acre spacing unit and proration unit comprised of the SW/4 NE/4 of Section 33 will be dedicated to the well.

The non-standard location is required by geologic conditions; as shown on the attached **Exhibit "A"**, and by an existing irrigation pivot, as shown on the attached **Exhibit, "A1"**. The location is positioned to encounter the Devonian pay zone at the highest point possible, above the nearby oil-water contact (shown in blue). A well drilled lower on the anticlinal structure has considerable risk of encountering only water in the pay zone.

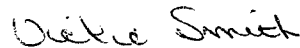
Exhibit "B" is the C-102 filed for the well that shows the surveyed location of the well.

Exhibit "C" is a plat that shows the subject area, the 40-acre proposed spacing unit, the proposed unorthodox well location and the offsetting spacing unit, comprised of the SW/4 NE/4 of Section 33.

Exhibit "D" is a list of affected parties. As required by Rule 1210 (A) (2), a copy of this application (with attachments) has been sent to those listed on Exhibit D in accordance with Rule 1207 (A) (2) and they have been advised that if they have an objection to this application it must be filed in writing with the Division's Santa Fe office within twenty days from the date this notice was sent.

Your attention to this application is appreciated.

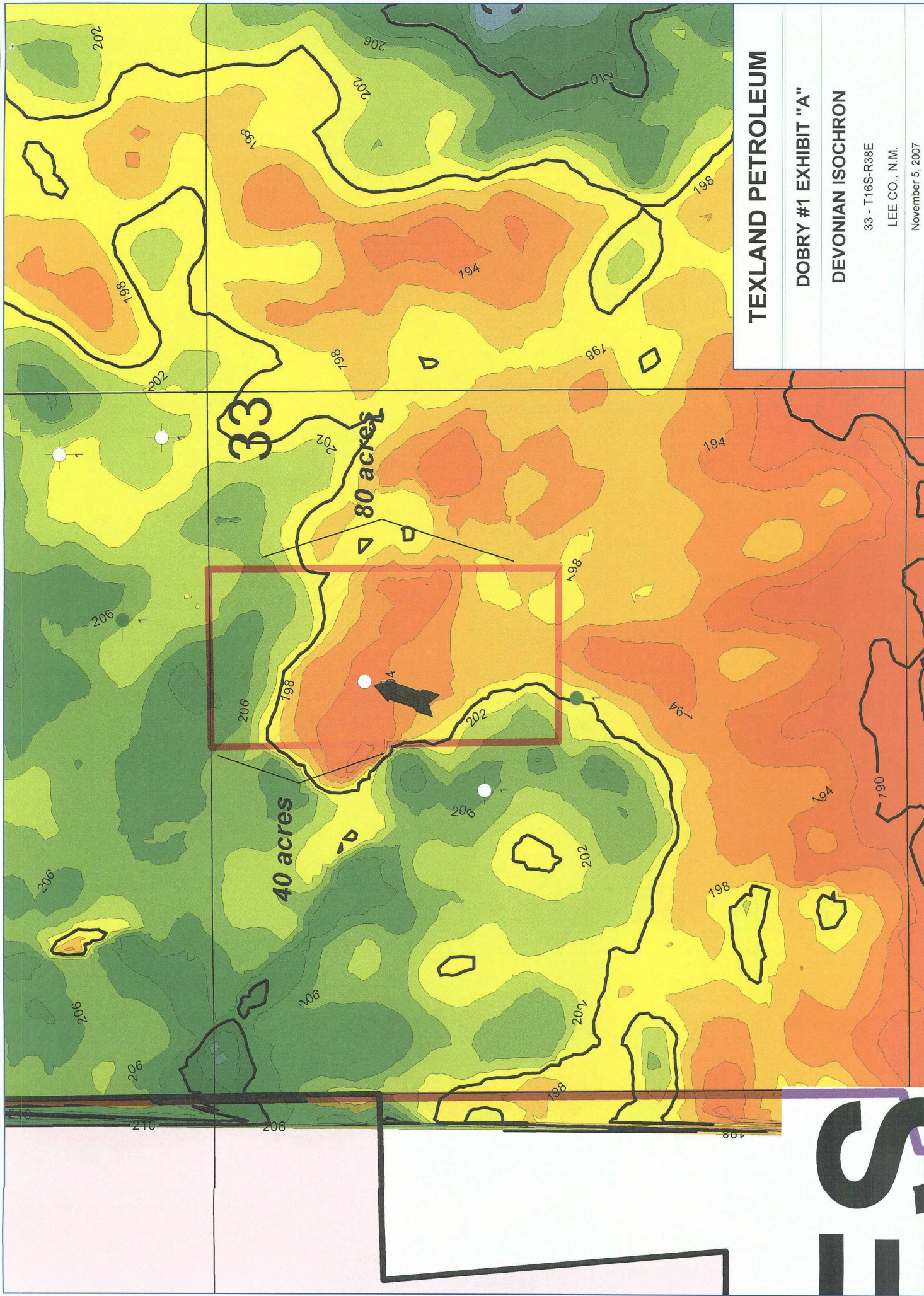
Sincerely,

A handwritten signature in cursive script that reads "Vickie Smith".

Vickie Smith
Regulatory Analyst

Enclosures

cc: OCD/Hobbs District 1



TEXLAND PETROLEUM

DOBRY #1 EXHIBIT "A"

DEVONIAN ISOCHRON

33 - T16S-R38E

LEE CO., N.M.

November 5, 2007

Dobry #1

Exhibit "A1"



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
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

EXHIBIT "B"

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number 30-025-38602	Pool Code 96394	Pool Name Knowles Devonion, West
Property Code	Property Name DOBRY	Well Number 1
OGRID No. 113315	Operator Name TEXLAND PETROLEUM-Hobbs, LLC	Elevation 3709'

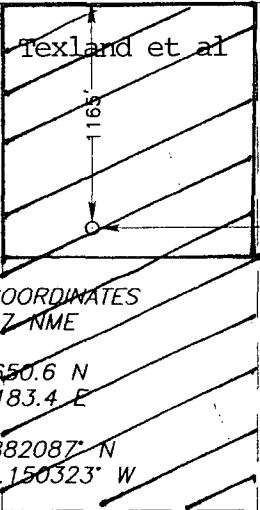
Surface Location

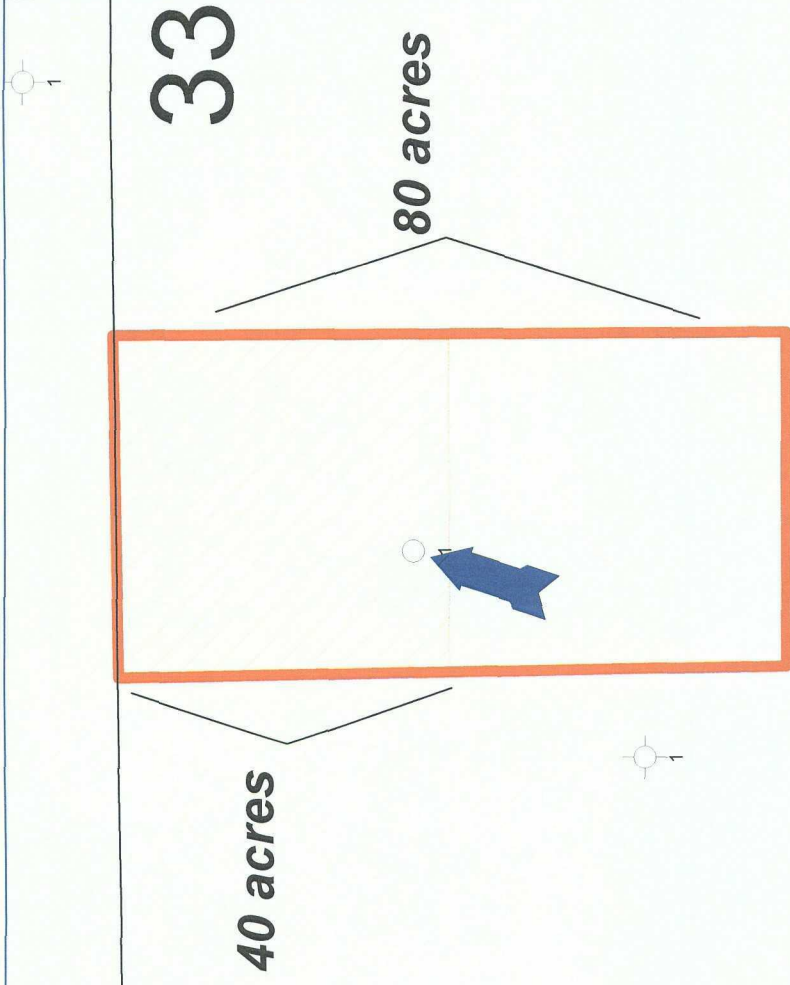
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	33	16-S	38-E		1165	NORTH	2175	EAST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 40	Joint or Infill	Consolidation Code	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>Texland et al</p> <p>2175'</p> <p>GEODETIC COORDINATES NAD 27 NME Y=686650.6 N X=863183.4 E LAT.=32.882087° N LONG.=103.150323° W</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information 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 at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Vickie Smith</i> 11/5/07 Signature Date</p> <p>Vickie Smith Printed Name</p> <p>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>OCTOBER 15 2007 Date Surveyed Signature & Seal of Professional Surveyor 3239 RONALD J. EIDSON 10/10/07 Certificate No. GARY EIDSON 12641 RONALD J. EIDSON 3239</p>
--	--



TEXLAND PETROLEUM

DOBRY #1

EXHIBIT "C"

33 - T16S-R38E

LEE CO., N.M.

October 29, 2007

EXHIBIT D
to
APPLICATION FOR UNORTHODOX WELL LOCATION
TEXLAND'S DOBRY #1
NW/4 NE/4 SECTION 33, T18S R38E
LEA COUNTY, NEW MEXICO

Texland Petroleum L.P. (Texland) has applied for a permit to drill a Devonian test well on the following unorthodox location in the NW/4 NE/4 Section 33 T18S R38E, Lea County, New Mexico:

1165 feet from the north line Section 33
2175 feet from the east line Section 33

The leasehold ownership in the SW/4 NE/4 Section 33 is identical in the Devonian Formation. Accordingly, there are no additional parties to be notified of Texland's drilling permit application for this unorthodox location.