

ABOVE THIS LINE FOR DIVISION USE ONLY

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



Jicarilla Energy
 CO
 Apache SVA #5A
 1926

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.

JESSE D. EVANS
 Print or Type Name

[Signature]
 Signature

CEO + PRESIDENT
 Title

07/22/08
 Date

evans232000@yahoo.com
 e-mail Address

2008 AUG 28 PM 3 31
 RECEIVED

Jicarilla Apache Energy Corporation

July 23, 2008

NM Oil Conservation Division
2040 S. Pacheco
Santa Fe, NM 87505

The Jicarilla Apache Energy Corporation (JAECO) is requesting administrative approval of a Non-Standard Proration Unit for the Apache JVA #5A (30-039-30515).

This well has been drilled and casing set and plans are to complete the well during the second week of August 2008.

Any questions should be addressed to Jesse Evans (575-759-3224). Thank you for your quick response to this request.

Sincerely,

A handwritten signature in black ink, appearing to read "Jesse Evans", with a stylized, flowing script.

Jesse D. Evans, CEO & President

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 & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

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APR 04 2008

Form C-102

Revised June 10, 2003

Submitted to appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

Bureau of Land Management ☐ AMENDED REPORT

Farmington Field Office

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-039-30515	² Pool Code 72319	³ Pool Name Blanco-Mesaverde
⁴ Property Code 5415	⁵ Property Name JVA	⁶ Well Number 5A
⁷ OGRID No. 11859	⁸ Operator Name Jicarilla Apache Energy Corporation	⁹ Elevation 7230' UGL

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
1	29	27N	2W	1	660	South	1052	East	Rio Arriba

¹¹ 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
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¹² Dedicated Acres 216.25	¹³ Joint or Infill Y	¹⁴ Consolidation Code	¹⁵ Order No.
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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 I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p>Signature </p> <p>Printed Name Charles Neeley</p> <p>Title and E-mail Address Agent/PF neelece@acnet.com</p> <p>Date May 12, 2004</p>
<p>¹⁸ SURVEYOR CERTIFICATION 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>4-29-05</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor </p> <p>Certificate Number</p>				

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004

APPLICATION FOR PERMIT TO DRILL OR REENTER APR 04 2008

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		Bureau of Land Management Farmington Field Office	
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone			
2. Name of Operator Jicarilla Apache Energy Corporation		5. Lease Serial No. 701-02-0019	
3a. Address P.O. Box 710, Dulce, New Mexico 87528		6. If Indian, Allottee or Tribe Name Jicarilla Apache Tribe	
3b. Phone No. (include area code) 505-759-3224		7. If Unit or CA Agreement, Name and No. Joint Venture Agreement	
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface 660' FSL & 1052' FEL At proposed prod. zone A/A		8. Lease Name and Well No. JVA 5A	
14. Distance in miles and direction from nearest town or post office* Approximately 30 miles South of Dulce, NM		9. API Well No. 30-039-2741 30575	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 660'		10. Field and Pool, or Exploratory Blanco Mesa Verde	
16. No. of Acres in lease 4653		11. Sec., T., R., M., or Blk. and Survey or Area Sec 29, T27N, R2W, NMPM	
17. Spacing Unit dedicated to this well East 1/2 of 29-27N-2W 216.28		12. County or Parish Rio Arriba	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1906' W of JVA 2		13. State NM	
19. Proposed Depth 6200'		20. BLM/BIA Bond No. on file CD @ BIA	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 7230' UGL		22. Approximate date work will start* May 15, 2008	
23. Estimated duration 15 Drilling Days		24. Attachments	

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature 	Name (Printed/Typed) Charles Neeley	Date 4/3/08
Title Agent/PE		
Approved by (Signature) 	Name (Printed/Typed)	Date 5/9/08
Title AFM	Office FFO	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached. NMOC D approval is required for the NSP.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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 representations as to any matter within its jurisdiction.

*(Instructions on reverse)

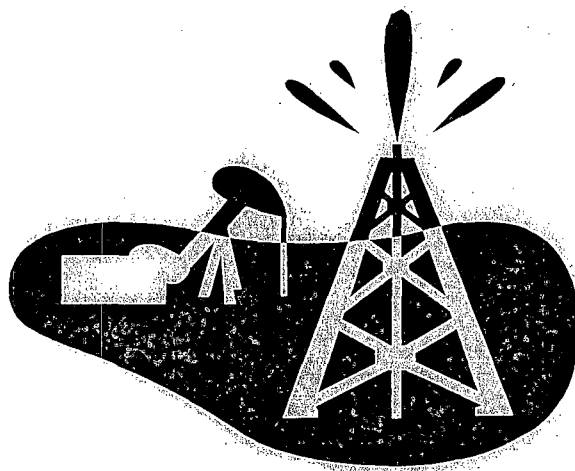
SEE ATTACHED FOR
CONDITIONS OF APPROVAL

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

DRILLING OPERATIONS AUTHORIZED ARE
SUBJECT TO COMPLIANCE WITH ATTACHED
"GENERAL REQUIREMENTS".

OPERATOR



TRANSMITTAL COVER SHEET

OIL CONSERVATION DIVISION
1220 S. ST. FRANCIS DRIVE
SANTA FE, NM 87505
(505) 476-3440
(505)476-3462 (Fax)

PLEASE DELIVER THIS FAX:

TO: Mr. Jesse D. Evans 575-759-3885

FROM: David K. Brooks

DATE: 9-9-08

PAGES: 2

SUBJECT: Apache JVA #5A

NSP Application

IF YOU HAVE TROUBLE RECEIVING THIS FAX, PLEASE CALL THE OFFICE
NUMBER ABOVE.



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



September 9, 2008

Mr. Jesse D. Evans
Jicarilla Apache Energy Corporation
2300 Dulce Rock Drive
Dulce, NM 87528
FAX No. 575-759-3885

**Re: Apache JVA Well No. 5A
Non-Standard Unit Application**

Dear Mr. Evans:

I have reviewed the referenced application for approval of a non-standard unit in the Blanco Mesaverde Gas Pool.

In order to address this application properly, I want to be sure I understand the configuration of the section where this is located. I assume from the plat submitted that Section 29 consists of the north half and Lots 1 through 4 as the South half equivalent. If that assumption is correct, then the unit you are asking for would consist of the NE/4 (160 acres) plus Lots 1 and 2, which would also constitute the E/2 equivalent, for a total of 216.25 acres. I am thus assuming that Section 29 is truncated to the south, and the cross-hatched area shown on the plat attached to the application is not part of Section 29.

Please confirm if these assumptions are correct.

If you have questions or other concerns, please feel free to contact the undersigned.

Very truly yours,

David K. Brooks
Legal Examiner
505-476-3450
david.brooks@state.nm.us

