

DATE IN <u>8/12/09</u>	SUSPENSE	ENGINEER <u>Richard Jones</u>	LOGGED IN <u>8/12/09</u>	TYPE <u>CTB</u>	PTGW APP NO. <u>0922452841</u>
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ABOVE THIS LINE FOR DIVISION USE ONLY

RECEIVED

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

2009 AUG 12 PM 1 33 220 South St. Francis Drive, Santa Fe, NM 87505



Fasken Oil & Ranch

ADMINISTRATIVE APPLICATION CHECKLIST

15/14 16

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.

Kim Tyson
 Print or Type Name

Kim Tyson
 Signature

Regulatory Analyst
 Title

8-3-09
 Date

kimt@for1.com
 e-mail Address

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised June 10, 2003

OIL CONSERVATION DIVISION
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.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Fasken Oil and Ranch, Ltd.
OPERATOR ADDRESS: 303 W. Wall St., Ste. 1800, Midland, TX 79701
APPLICATION TYPE:

☐ Pool Commingling ☒ Lease Commingling ☐ Pool and Lease Commingling ☒ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☒ Yes ☐ No If "Yes", please include the appropriate Order No. CTB-598
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling
☒ Yes ☐ No

(A) POOL COMMINGLING
Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes

- (2) Are any wells producing at top allowables? ☐ Yes ☐ No
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No.
(4) Measurement type: ☐ Metering ☐ Other (Specify)
(5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING
Please attach sheets with the following information

- (1) Pool Name and Code. Apache Ridge; Bone Springs 2260
(2) Is all production from same source of supply? ☒ Yes ☐ No
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No
(4) Measurement type: ☒ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING
Please attach sheets with the following information

- (1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT
Please attached sheets with the following information

- (1) Is all production from same source of supply? ☒ Yes ☐ No
(2) Include proof of notice to all interest owners. See attached certified receipts.

(E) ADDITIONAL INFORMATION (for all application types)
Please attach sheets with the following information

- (1) A schematic diagram of facility, including legal location.
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.
(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Kim Tyson TITLE: Regulatory Analyst DATE: 8-3-09
TYPE OR PRINT NAME Kim Tyson TELEPHONE NO.: 432-687-1777
E-MAIL ADDRESS: kimt@for1.com

**Lease Names
Well Identification Information
Attachment for Section E3**

Leases

Ling Federal

Well Identification Information

Ling Federal #3

<u>API Number</u>	<u>Lease Number</u>	<u>Unit Letter</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
30-025-38608	NM-14496	B	31	19S	34E	Lea

Footages from lease lines

660' FNL & 1980' FEL

Well Identification Information

Ling Federal #5

<u>API Number</u>	<u>Lease Number</u>	<u>Unit Letter</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
30-025-39121	NM-14496	D	31	19S	34E	Lea

Footages from lease lines

990' FNL & 660' FWL

Well Identification Information

Ling Federal #6

<u>API Number</u>	<u>Lease Number</u>	<u>Unit Letter</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
30-025-39122	NM-14496	E	31	19S	34E	Lea

Footages from lease lines

2130' FNL & 660' FWL

Well Identification Information

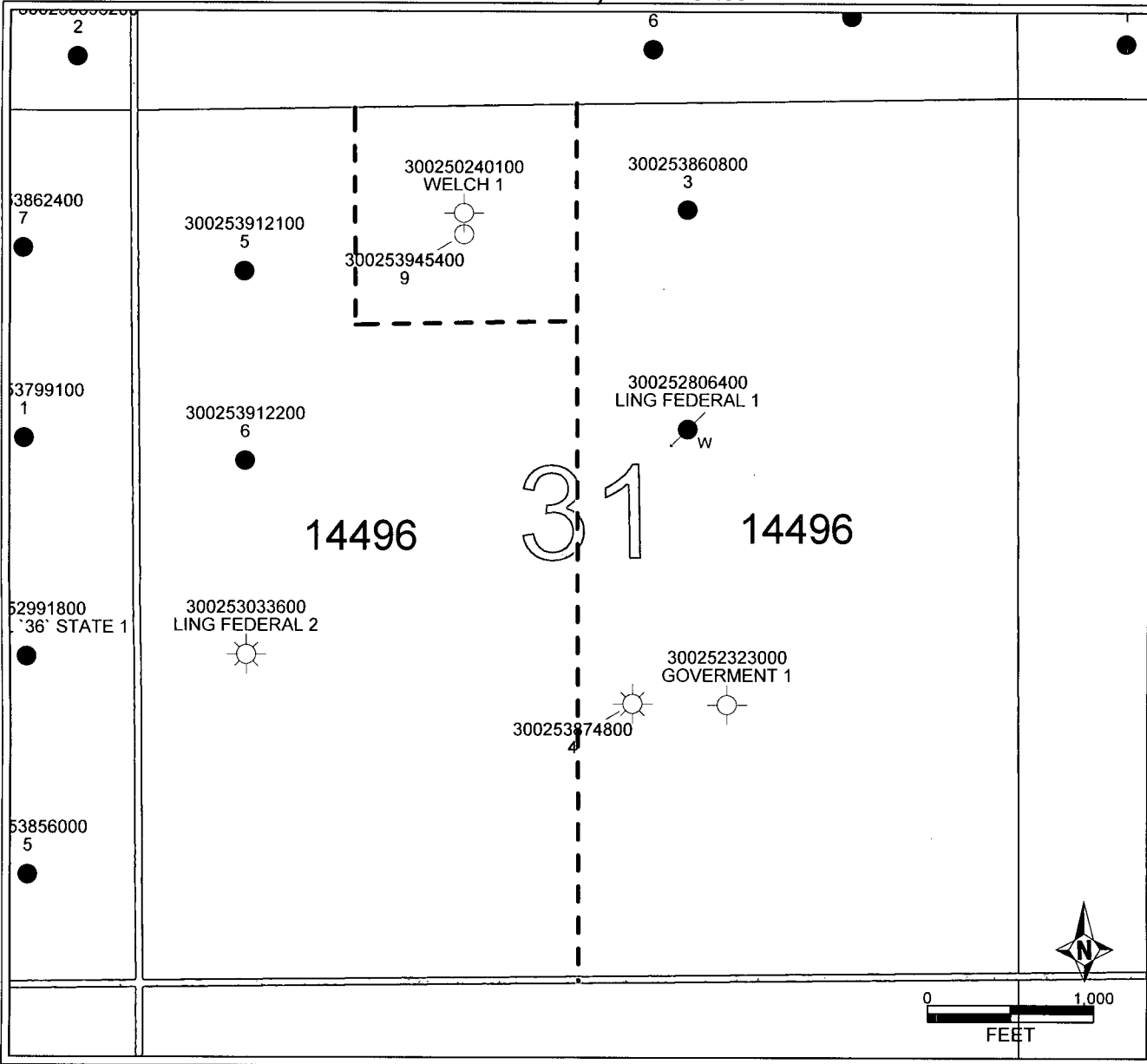
Ling Federal #9

<u>API Number</u>	<u>Lease Number</u>	<u>Unit Letter</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
30-025-39454	NM-10474	C	31	19S	34E	Lea

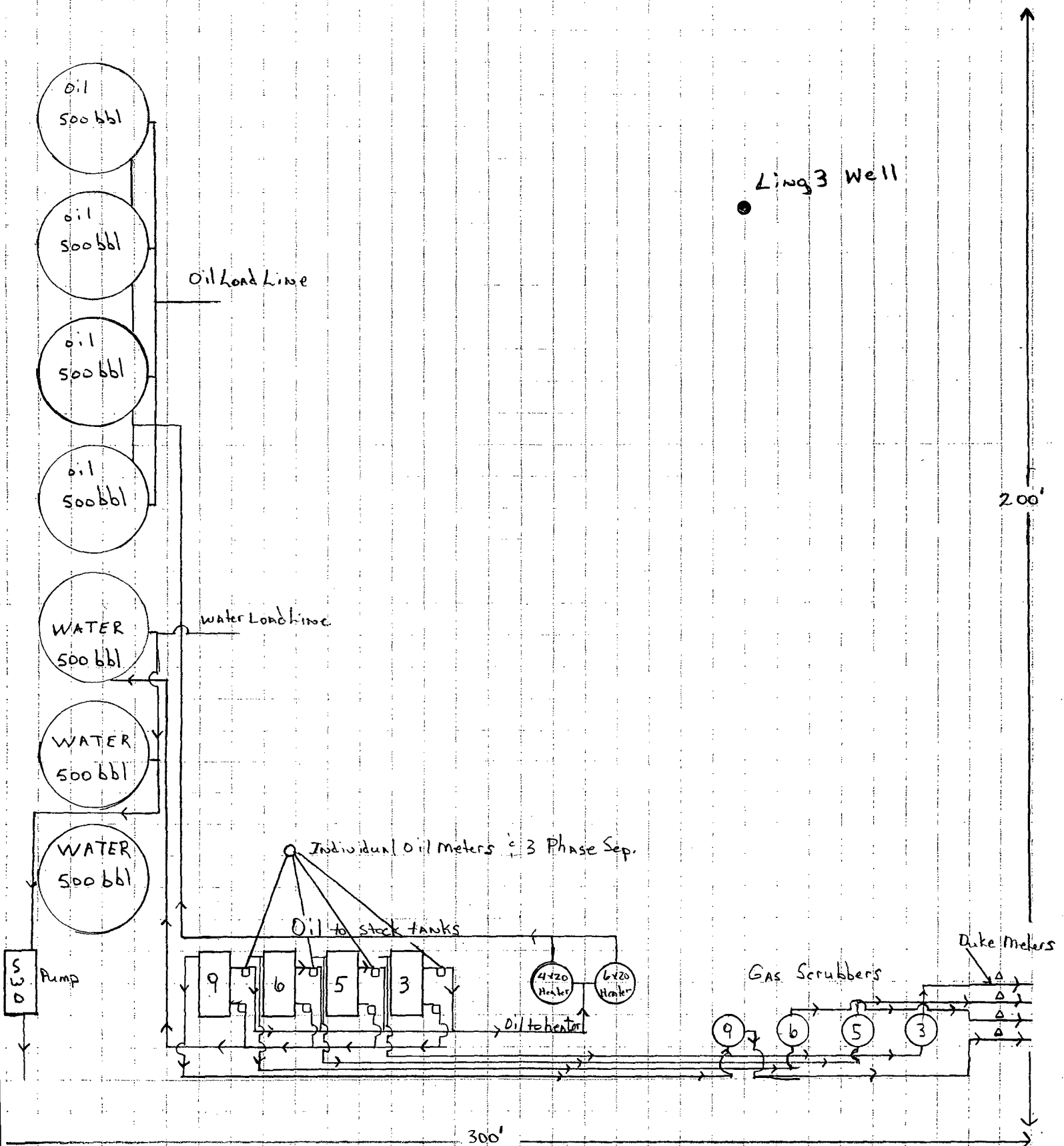
Footages from lease lines

530' FSL & 1980' FWL

LEA - Lea County New Mexico



Ling Battery Drawing



UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NM-14496 & NM-10474

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
Fasken Oil and Ranch, Ltd.

3a. Address
303 West Wall St., Suite 1800, Midland, TX 79701

3b. Phone No. (include area code)
432-687-1777

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
660' FNL & 1980' FEL, Sec. 31, T19S, R34E - Ling Federal No. 3 2130' FNL & 660' FWL, Sec. 31, T19S, R34E - Ling Federal No. 5
990' FNL & 660' FWL, Sec. 31, T19S, R34E - Ling Federal No. 5 530' FSL & 1980' FWL, Sec. 31, T19S, R34E - Ling Federal No. 9

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.
Ling Federal No. 3, 5, 6, & 9

9. API Well No.
30-025-38608; 39121; 39122; 39454

10. Field and Pool or Exploratory Area
Apache Ridge; Bone Springs

11. Country or Parish, State
Lea, New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Surface Commingle</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Fasken Oil and Ranch, Ltd. plans to surface commingle the Ling Federal No. 3, 5, 6, & 9 wells amending commingling permit CTB-598 pending approval of Amended Surface Commingle application from the NMOCD.

This is for your information.

14. I hereby certify that the foregoing is true and correct.

Name (Printed/Typed)

Kim Tyson

Title Regulatory Analyst

Signature

Kim Tyson

Date 07/29/2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice 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.

Office

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.

Fasken Oil and Ranch, Ltd.
Surface Commingle Application for Ling Federal #3, 5, 6, & 9
List of Notified Parties

Robert Angevine
202 Helen Greathouse Circle
Midland, TX 79707-6106

Brooks Oil and Gas Interests, Ltd.
P.O. Box 23314
Santa Fe, NM 87502-3314

The Henry Trust
James & Billie Jean Henry, Trustees
3104 Shell Avenue
Midland, TX 79705-8237

Leonard Oil and Gas Properties
4708 Mariner Ct.
Flower Mound, TX 75022-3314

RKC, Inc.
7500 E. Arapahoe Road, Ste. 380
Centennial, CO 80112-6116

Amanda J. Gates
Testamentary Trust
2364 Sherwood Dr.
Twin Falls, ID 83301-0831

Isiah Lee Gates
Debra L. Gates, Trustee
2364 Sherwood Dr.
Twin Falls, ID 83301-4452

John A. Gates
5280 Baombridge Dr.
Boise, ID 83703-3420

Margaret Gates
706 West Grand Ave.
Artesia, NM 88210-1935

Gates Properties, Ltd.
P.O. Box 81119
Midland, TX 79708-1119

Alice Ling
110 Cameron Station Blvd.
Alexandria, VA 22304-7737

T. David Ling
P.O. Box 971067
El Paso, TX 79997-1067

Annie Chong Ling
3506 Dundee St.
El Paso, TX 79925-2813

Arthur N. Rupe
3916 State Street
Santa Barbara, CA 93105

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JOHN A GATES
 Street, Apt. No., or PO Box No. **5280 BAOM BRIDGE DR**
 City, State, ZIP+4 **BOISE ID 83703-3420**

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ISIAH LEE GATES
 Street, Apt. No., or PO Box No. **DEBRA L GATES TRUSTEE**
 City, State, ZIP+4 **2364 SHERWOOD DR**
TWIN FALLS ID 83301-4952

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GATES PROPERTIES LTD
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 City, State, ZIP+4 **MIDLAND TX 79708-1119**

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ALICE LING
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 City, State, ZIP+4 **ALEXANDRIA VA 22304-7737**

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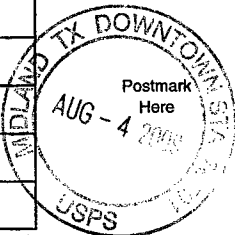
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PO BOX 23314
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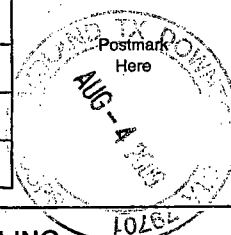
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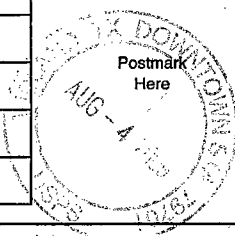
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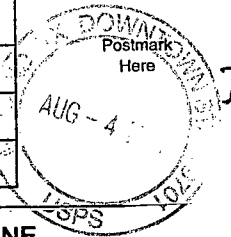
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202 HELEN GREATHOUSE CIR
 City, State, ZIP+4 **MIDLAND TX 79707-6106**

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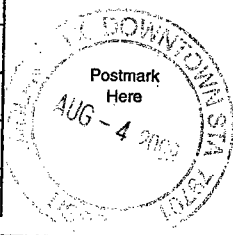
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7500 E ARAPAHOE RD. STE 830
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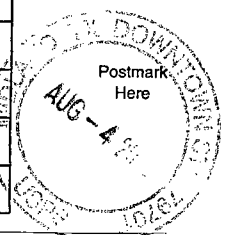
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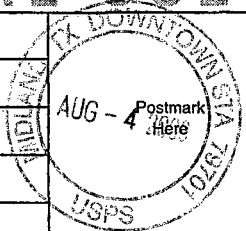
Street, Apt. No.,
or PO Box No. **THE HENRY TRUST JAMES &**
BILLIE JEAN HENRY TRUSTEES
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MIDLAND TX 79705-8237

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