

DATE IN 2-15-05	SUSPENSE	ENGINEER STOENNER	LOGGED IN 2-16-05	TYPE NSL	APP NO BEM0504928313
--------------------	----------	----------------------	----------------------	-------------	-------------------------

RECEIVED

ABOVE THIS LINE FOR DIVISION USE ONLY

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



FEB 15 2005

OIL CONSERVATION
DIVISION

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 _____

LC-068402

[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.

JAMES BRUCE
 PO BOX 1056
 SANTA FE, NM 87504

Print or Type Name

Signature

Title

Date

e-mail Address

James Bruce

Attorney
James Bruce
jamesbruce@aol.com

2/16/05

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

February 14, 2005

Michael E. Stogner
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Mr. Stogner:

Pursuant to Division Rule 104.F(2), Mewbourne Oil Company applies for administrative approval of an unorthodox oil well location for the following well:

<u>Well:</u>	Pinta "29" Fed. Well No. 1
<u>Location:</u>	510 feet FSL & 1830 feet FEL
<u>Unit:</u>	S $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 29, Township 18 South, Range 30 East, N.M.P.M., Eddy County, New Mexico

The well will be drilled to a depth sufficient to test the Bone Spring formation (Undesignated Santo Nino-Bone Spring Pool). Under Order No. R-8546, the pool is developed on 80 acre spacing, with wells to be within 150 feet of the center of a quarter-quarter section. Attached as Exhibit A is the approved BLM-approved APD for the well, with a Form C-102 attached.

The location is based on topographical and geologic reasons. The well's original location was orthodox, but it was moved to avoid a power line and an existing well (the North Benson Queen Unit Well No. 28, located 660 feet from the south line and 1920 feet from the east line of Section 29).

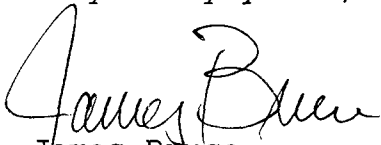
Attached as Exhibit B is an isopach of the Bone Spring formation. Moving the well to the east (to an orthodox location in the SE $\frac{1}{4}$ SE $\frac{1}{4}$) moves the well out of the thickest part of the Bone Spring, and thus applicant requests a location in the SW $\frac{1}{4}$ SE $\frac{1}{4}$.

The NE $\frac{1}{4}$ of offsetting Section 32 has common ownership in the Bone Spring formation. See Exhibit C. All offsetting working interest owners in the NE $\frac{1}{4}$ of Section 32 have been notified of this application. See Exhibit D.

Santo Nino 29 Fed. #7
30-015-28699
660' FSL - 1980' FEL

Please call me if you need any further information on this matter.

Very truly yours,



James Bruce

Attorney for Mewbourne Oil Company



IN REPLY REFER TO:

LC-068402
3160 (522)

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

New Mexico State Office

1474 Rodeo Rd.

P.O. Box 27115

Santa Fe, New Mexico 87502-0115

www.nm.blm.gov

January 28, 2005

CERTIFIED--RETURN RECEIPT REQUESTED

7003 1010 0001 4310 8205

Mewbourne Oil Company
P. O. Box 5270
Hobbs, NM 88240

RE: LC-068402

Pinta 29 Federal #1

510'S. & 1830'E., sec. 29, T. 18 S., R. 30 E.

Eddy County, New Mexico

Gentlemen:

I have approved your application at the well location requested. A copy of the approved application with stipulations is enclosed. Please contact our Carlsbad Field Office at (505) 234-5972, should you have any questions, or if we can be of any additional help.

Sincerely,

FOR

Linda S.C. Rundell
State Director

1 Enclosure



OPERATOR'S COPY

Form 3160-3
(September 2001)FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work: ☒ DRILL ☐ REENTER		5. Lease Serial No. LC-068402
1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☐ Single Zone ☐ Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator Mewbourne Oil Company - 14744		7. If Unit or CA Agreement, Name and No.
3a. Address PO Box 5270 Hobbs, NM 88240	3b. Phone No. (include area code) 805-393-6905	8. Lease Name and Well No. Pinto 29 Federal #1
4. Location of Well (Report location clearly and in accordance with any State requirements.) At surface 510' FSL & 1830' FEL Unit Letter O At proposed prod. zone Same Secretary's Potash		9. API Well No.
14. Distance in miles and direction from nearest town or post office* 7 miles South of Loco Hills		10. Field and Pool, or Exploratory Santo Nino Bone Spring
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 510'	16. No. of Acres in lease 80	11. Sec., T., R., M., or Bk. and Survey or Area Sec 29-T18S-R30E
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 210'	19. Proposed Depth 7600'	12. County or Parish Eddy
21. Elevations (Show whether DF, KDE, RT, GL, etc.) 3424' GL	22. Approximate date work will start ASAP	13. State NM
23. Estimated duration 45		

24. Attachments

Capitan Controlled Water Basin

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

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

25. Signature <i>Kristi Green</i>	Name (Printed/Typed) Kristi Green	Date 11/30/04
Title Hobbs Regulatory		
Approved by (Signature) <i>Ron Dutton</i>	Name (Printed/Typed) Ron Dutton	Date JAN 28 2005
Title Acting STATE DIRECTOR	Office NM STATE OFFICE	

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.

APPROVAL FOR 1 YEAR

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)

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED

TEN

DISTRICT I

1635 N. French Dr., Hobbs, NM 88240

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised March 17, 1999

DISTRICT II

811 South First, Artesia, NM 88210

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

DISTRICT III

1906 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

2040 South Pacheco

DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87506

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name Bone Spring
Property Code	Property Name PINTA "29" FEDERAL	Well Number 1
OGRD No. 14744	Operator Name MEWBOURNE OIL COMPANY	Elevation 3424'

Surface Location

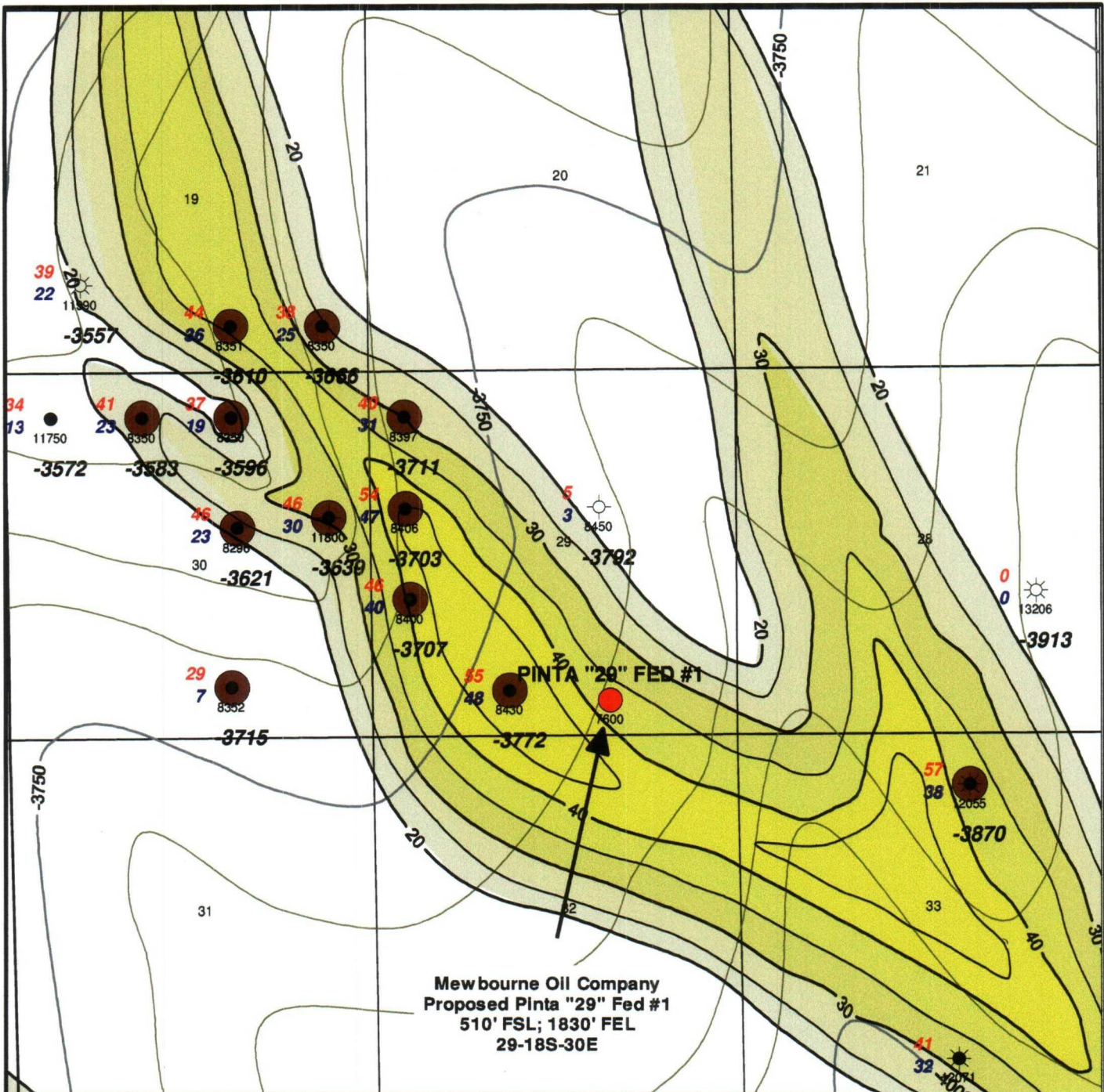
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	29	18 S	30 E		510	SOUTH	1830	EAST	EDDY

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 8.0		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

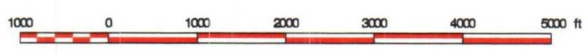
	OPERATOR CERTIFICATION I hereby certify the information contained herein is true and complete to the best of my knowledge and belief. <i>Kristi Green</i> Signature Kristi Green Printed Name Hobbs Regulatory Title 11/30/04 Date	
	SURVEYOR CERTIFICATION I hereby certify that the well location shown on 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. NOVEMBER 17, 2004 Date Surveyed <i>Paul L. Jones</i> Signature Paul L. Jones Professional Surveyor NEW MEXICO W.O. No. 481 Certificate No. Gary L. Jones 7977	
	Survey map details: - Artesia's North Brown Basin Unit #12 - Artesia's N 806 #25 - Artesia's N 1800 #27 - MOC's Sandstone 29 Fed 43 - Lot: N32°02'45.4" Long.: W103°59'30.4" 3427.2' 3422.2' 1830' - LC-068402	
	Survey map details: - Artesia's North Brown Basin Unit #12 - Artesia's N 806 #25 - Artesia's N 1800 #27 - MOC's Sandstone 29 Fed 43 - Lot: N32°02'45.4" Long.: W103°59'30.4" 3427.2' 3422.2' 1830' - LC-068402	



Mewbourne Oil Company
 Proposed Pinta "29" Fed #1
 510' FSL; 1830' FEL
 29-18S-30E

Net Sand > 10%DenPor 55
 Net Sand GT 12% Den Por 48
 Top 1st Bone Spring Sand

Bone Spring Producer



Mewbourne Oil Company		
Santo Nino Area 1 ST Bone Spring Pink Net Isopach > 12% DenPor Structure: Top 1st Bone Spring Sand		
Author: M. Davis	Structure C.I. = 50 ft. Isopach C.I. = 5 ft. Scale: <1:24000>	Date: 9 February, 2005 Eddy County





EXHIBIT

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

February 14, 2005

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Ladies and gentlemen:

Enclosed is a copy of an application, filed with the New Mexico Oil Conservation Division by Mewbourne Oil Company, requesting administrative approval of an unorthodox oil well location in the S½SE¼ of Section 29, Township 18 South, Range 30 East, NMPM, Eddy County, New Mexico. You are offsetting working interest owners. If you object to the well's location, you must notify the Division in writing no later than Tuesday, March 7, 2005 (1220 South St. Francis Drive, Santa Fe, New Mexico 87505; attention: Michael E. Stogner). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,



James Bruce

Attorney Mewbourne Oil Company



EXHIBIT A

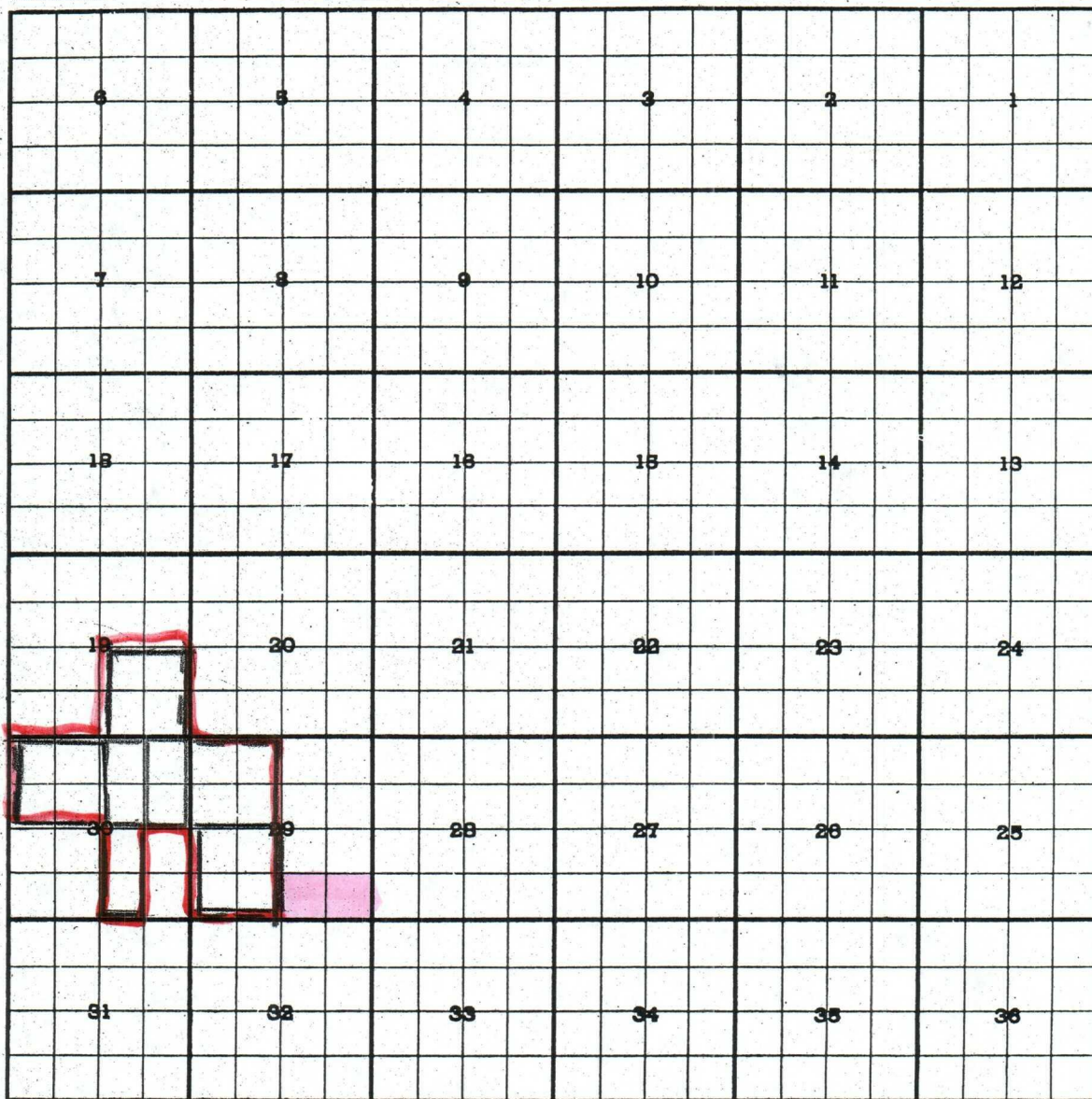
Harvey E. Yates Company
HEYCO Employees, Ltd.
Spiral, Inc.
P.O. Box 1933
Roswell, New Mexico 88202

Yates Energy Corporation
P.O. Box 2323
Roswell, New Mexico 88202

Cibola Energy Corporation
P.O. Box 1668
Albuquerque, New Mexico 87103

James H. Yates, Inc.
Colkelan Corporation
P.O. Box 25663
Albuquerque, New Mexico 87125

Yates Drilling Company
Abo Petroleum Corporation
MYCO Industries, Inc.
105 South Fourth Street
Artesia, New Mexico 88210

County EDDYPool SANTO NINO-BONE SPRINGTOWNSHIP 185, RANGE 30 East, NEW MEXICO PRINCIPAL MERIDIAN

DESCRIPTION: E/2 NE/4 SEC. 30 (R-8546, 11/17/87) EXT: W/2 NE/4 SEC. 30 (R-8665, 6/9/88)
EXT: W/2 SE/4 SEC. 30 (R-8827, 12-22-88) EXT: NW/4 SEC. 29 (R-10343, 4-24-95)
EXT: NW/4 SEC. 30 (R-10420, 7-17-95) EXT: SW/4 SEC. 29 (R-10642, 8-19-96)
EXT: SE/4 SEC. 19 (R-10713, 11-26-96)

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

03/11/05 08:26:29
OGOMES -TPLQ
PAGE NO: 1

Sec : 29 Twp : 18S Rng : 30E Section Type : NORMAL

D 40.00 Federal owned A	C 40.00 Federal owned	B 40.00 Federal owned	A 40.00 Federal owned
E 40.00 Federal owned A	F 40.00 Federal owned U A	G 40.00 Federal owned A A	H 40.00 Federal owned A
L 40.00 Federal owned A A	K 40.00 Federal owned U A A	J 40.00 Federal owned U C A A	I 40.00 Federal owned U A
M 40.00 Federal owned	N 40.00 Federal owned U A A	O 40.00 Federal owned U C A A	P 40.00 Federal owned U A