

DATE IN 7/24/2014	SUSPENSE	ENGINEER MAM	LOGGED IN 7/24/2014	TYPE NSL	APP NO PMAM142053390
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ABOVE THIS LINE FOR DIVISION USE ONLY

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



2014 JUL 24 A 8:10

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

- NSL 7136
 - Aspen Operations, LLC
 217598
 - WCU
 - State CA #2
 30-025-41756
 Pool
 - wildcat
 5093634A
 MORROW (GAS)
 97790

[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
 Print or Type Name

James Bruce
 Signature

Attorney
 Title

7/23/14
 Date

jamesbruc@aol.com
 e-mail Address

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

July 23, 2014

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

Dear Mr. McMillan:

Pursuant to NMAC 19.15.15.13, Aspen Operating Company LLC applies for approval of an unorthodox gas well location for the following well:

<u>Well:</u>	State CA Well No. 2
<u>Location:</u>	422 feet FSL & 330 feet FEL
<u>Well unit:</u>	S½ of Section 9, Township 10 South, Range 36 East, N.M.P.M., Lea County, New Mexico

The well was drilled to test the Devonian formation, which was unsuccessful, and the well is being completed uphole in the Morrow formation (wildcat). The formation is spaced on statewide rules, with 320 acre spacing and wells to be located no closer than 660 feet to a quarter section line. A Form C-102 is attached as **Exhibit A**.

The offset operators, working interest owners, or unleased mineral owners are as follows:

N/2 and SE/4 Section 10
Aspen Operating Company LLC

SW/4 Section 10
Commissioner of Public Lands
P.O. Box 1148
Santa Fe, New Mexico 87504

E/2 and SW/4 Section 15
Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

ABO Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

MYCO Industries, Inc.
P.O. Box 840
Artesia, New Mexico 88211


NW/4 Section 15
Aspen Operating Company LLC

Section 16
Commissioner of Public Lands

Notice has been given as reflected on **Exhibit B**.

Please contact me if you need any further information on this application.

Very truly yours,



James Bruce

Attorney for Aspen Operating Company LLC

RECEIVED

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
Phone (575) 393-8181 Fax (575) 393-9720

DISTRICT II
611 S. First St., Artesia, NM 88210
Phone (575) 745-1085 Fax (575) 745-9770

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170

DISTRICT IV
1220 S. St. Francis Dr., Santa Fe, NM 87508
Phone (505) 478-3450 Fax (505) 478-3448

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised August 1, 2011

Submit one copy to appropriate District Office
HOBBS OGD

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

APT Number 30-025-41756	Pool Code 97790	Pool Name Wildcat; 5093634A; Morrae (EAS)
Property Code 38224	Property Name STATE CA	Well Number 2
OGRID No. 217588	Operator Name ASPEN OPERATING COMPANY, LLC	Elevation 4019'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	9	10 S	36 E		422	SOUTH	330	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 320	Joint or Infill	Consolidation Code	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

N.: 890605.5
E.: 865487.2
NAD 83

N.: 894532.4
E.: 865634.7
NAD 83

N.: 899858.8
E.: 870764.0
NAD 83

N.: 894579.0 S.L.
E.: 870828.9
NAD 83

SURFACE LOCATION

Lat - N 32°27'20.03"
Long - W 103°15'14.86"
NMSPC - N 870493.7
E 894998.1
(NAD-83)

OPERATOR CERTIFICATION

I hereby certify that the information contained 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 a mineral or working interest or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature: *[Signature]* Date: **3/25/14**
Printed Name: **Michael Wilson**
Email Address: **mwilson@aspen-oil.com**

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.

Date Surveyed: **MARCH 14, 2014**
Signature: *[Signature]*
Professional Surveyor: **7977**

Certification: **7977**

SCALE: 1" = 1000'
 WO Num.: 30142

EXHIBIT **A**

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)
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jamesbruc@aol.com

July 23, 2014

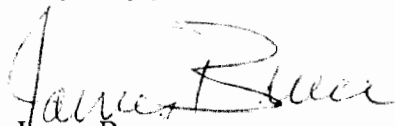
CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Aspen Operating Company LLC has filed an application with the New Mexico Oil Conservation Division seeking an unorthodox gas well location in the Morrow formation in the S/2 of Section 9, Township 10 South, Range 36 East, N.M.P.M., Lea County, New Mexico. A copy of the application is enclosed. If you object to the application, you must notify the Division in writing no later than 20 days from the date of this letter (the Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,


James Bruce

Attorney for Aspen Operating Company LLC

EXHIBIT

B

Exhibit A

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

ABO Petroleum Corporation
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