

RECEIVED: 3/	6/18	REVIEWER: LRL	TYPE: NSL	PLEL 1806547381		
	AROVE THIS TABLE FOR OCD DIVISION USE ONLY					



- Geological & Engin	/ / * * * * * * * / * * / * * / * * / * * * / * * / * * * / * * * / * * / * * * * * * * * * * * * * * * * * * *		
1220 South St. Francis Drive			
ADMINISTRATIVE APPL	ICATION CHECKLIST		
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE REGULATIONS WHICH REQUIRE PROCESSIN	E APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND IG AT THE DIVISION LEVEL IN SANTA FE		
Applicant: Murchison Oil & Gas Inc.	OGRID Number: 15363		
Well Name: Polar Bear State Com 1	API: 30-015-32535		
Pool: Anderson; Wolfcamp, North	Pool Code: <u>97183</u>		
SUBMIT ACCURATE AND COMPLETE INFORMATION INDICATE			
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Dec	dication MHK 00 2023		
■ NSP (PROJECT AREA)	NSP (PRORATION UNIT) SD NSL -7651		
B. Check one only for [1] or [1] [1] Commingling – Storage – Measurement DHC CTB PLC PC [11] Injection – Disposal – Pressure Increase WFX PMX SWD IPI	OLS OLM - Enhanced Oil Recovery DEOR PPR		
2) NOTIFICATION REQUIRED TO: Check those which A. Offset operators or lease holders B. Royalty, overriding royalty owners, reven C. Application requires published notice D. Notification and/or concurrent approvation approvation of the surface owner.	Notice Complete Application Content Complete		
G. For all of the above, proof of notification H. No notice required	or publication is attached, and/or,		
3) CERTIFICATION: I hereby certify that the informat administrative approval is accurate and comple understand that no action will be taken on this o notifications are submitted to the Division.	te to the best of my knowledge. I also		
Note: Statement must be completed by an individ	dual with managerial and/or supervisory capacity.		
Com. D. Cooper Vice Ducident Operations	March 1, 2018		
Gary R. Cooper, Vice President Operations	Dale		
Print or Type Name	972-931-0700		
	Phone Number		
/.	, none nomber		
	rcooper@jdmii.com		
Signature	e-mail Address		

March 1, 2018

Mr. Leonard Lowe Oil Conservation Division **Energy Minerals and Natural Resources Department** 1220 South St. Frances Drive Santa Fe, NM 87505

Re: Application for Administrative Approval of Unorthodox Location Polar Bear State Com 1 (30-015-32535) E-01-17S-28E Eddy County, NM

Dear Mr. Lowe:

Murchison Oil & Gas, Inc. ("MOGI") seeks administrative approval of an unorthodox well location for Polar Bear State Com 1 ("Well"). MOGI is proposing recompletion of the Well from a Morrow gas well with a 320 acre spacing unit to a Wolfcamp oil well with a 40 acre spacing unit. The reduced spacing unit will result in the Well being closer than 330 feet to the East line of Unit E. Since MOGI is the named operator of the adjacent Unit F, no notice to offset operators is required. The amended C-102 and an affidavit from our Land Manager verifying the operated acreage are enclosed.

Approval of the unorthodox location (NSL) will allow MOGI to recomplete the well and thereby prevent waste.

Sincerely,

Gary R. Cooper

Vice President Operations

cc: New Mexico State Land Office

District 1 1625 M. Franch Cr. Hobbs, NM 88240

District H 811 South First, Artesia, NH 88210

District 16 1000 No Brozos Rd., Aztec NM 87410

District 5/ 2040 South Pacheco, Santa Fe, NM 87505 State of New Mexico Energy, Minerals & Natural Resources

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, N M 87505 Revised March 17, 1999 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

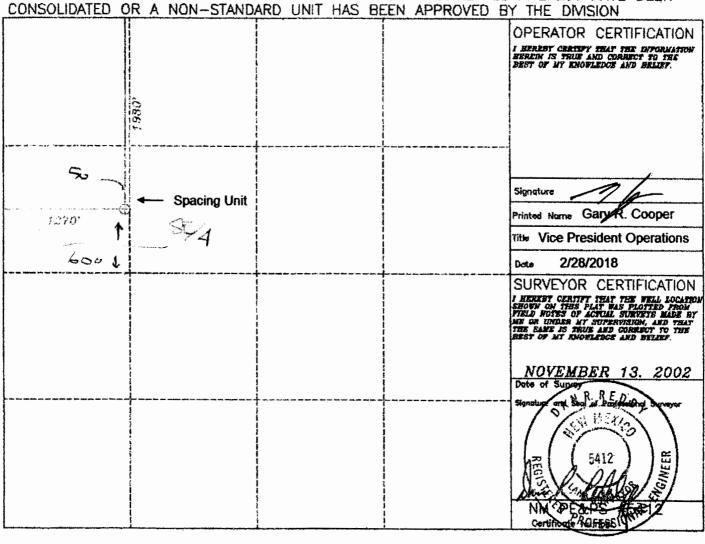
X AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-32535	97183	ANDERSON; WOLFCAMP, NORTH	
		roperty Name R BEAR STATE COM	Well Number
OGRID No. 15363		peration Name ISON OIL & GAS, INC.	Elevation 3609

Surface Location Township UL or Lot No. Section Range Lot Idn. Feet from the North/South line Fact from the East/West line County 17-5 28-E 1980 1270 \boldsymbol{E} 1 NORTH WEST **EDDY** Bottom Hole Location If Different From Surface UL or Lot No. | Section Township Ronge Lot Idn. Feet from the North/South line County Dedicated Acres | Joint or Infill Consolidation Code Order No. 40

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTEREST HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION





February 28, 2018

Mr. Leonard Lowe Oil Conservation Division **Energy Minerals and Natural Resources Department** 1220 South St. Frances Drive Santa Fe, NM 87505

Re: Polar Bear State Com 1 (30-015-32535) E-01-17S-28E Eddy County, NM **Lease E-9510**

Dear Mr. Lowe:

Murchison Oil & Gas, Inc. is the named operator of the N2 of Section 1, T17S, R28E, Eddy County, New Mexico. Since the Polar Bear State Com 1 is no closer than 330 feet to an outer lease boundary, no notice to offset operators is required.

Sincerely,

Eric S. Buddenbohn, CPL

Land Manager