

RECEIVED: 07/16/18	REVIEWER: LRL	TYPE: NSL	APP NO: pLEL1820065065
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

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

**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

**Applicant:** Advance Energy Partners Hat Mesa **OGRID Number:** 372417  
**Well Name:** AO 6 #501H **API:** \_\_\_\_\_  
**Pool:** WC-025 G-06 S213326D; Bone Springs **Pool Code:** 97929

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION  
 INDICATED BELOW**

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]  
 A. Location – Spacing Unit – Simultaneous Dedication  
☒ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD
- B. Check one only for [I] or [II]  
 [I] Commingling – Storage – Measurement  
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM  
 [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery  
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.  
 A. ☐ Offset operators or lease holders  
 B. ☒ Royalty, overriding royalty owners, revenue owners  
 C. ☐ Application requires published notice  
 D. ☐ Notification and/or concurrent approval by SLO  
 E. ☐ Notification and/or concurrent approval by BLM  
 F. ☐ Surface owner  
 G. ☐ For all of the above, proof of notification or publication is attached, and/or,  
 H. ☐ No notice required

**FOR OCD ONLY**

- ☐ Notice Complete  
☐ Application  
 Content  
 Complete

- 3) **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.**

Braden Harris

Print or Type Name

Signature

07-16-2018

Date

406-600-3310

Phone Number

bharris@advanceenergypartners.com

e-mail Address

July 16<sup>th</sup>, 2018

Division Director  
Oil Conservation Division  
New Mexico Department of Energy  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

Re: Application of Advance Energy Partners Hat Mesa for administrative approval of an unorthodox well location for its AO 6 #501H well in S/2 S/2 of Section 6, Township 22 South, Range 33 East N.M.P.M., Lea County, New Mexico.

Dear Division Director:

Advance Energy Partners Hat Mesa seeks administrative approval of an unorthodox well location for its AO 6 #501H well to be completed within the WC-025 G-06 S213326D; Bone Springs pool (97929) underlying Section 6, Township 22 South, Range 33 East in N.M.P.M. Lea County, New Mexico. This well will be drilled from a surface location 795 feet from the south line and 100 feet from the east line (Unit P) of Section 6. The first take point will be from 1230 from the south line and 100 from the east line in Section 6 (Unit P) and the last take point will be 1230 feet from the south line and 100 feet from the west line in Section 6 (Unit P). This acreage is governed by the Division's statewide rules which provide for wells to be located no closer than 330 feet to the outer boundary of the spacing unit and therefore the complete interval for this well will be unorthodox because it encroaches on the northern boundary or N/2 S/2 of the project area.

Advance Energy Partners Hat Mesa is the operator of the spacing unit to the north of the project area. A letter stating common ownership in the offset acreage from our Landman is attached. Approval of the unorthodox completed interval will allow Advance Energy Partners Hat Mesa to use our preferred well spacing plan for the horizontal wells in this area thereby prevent waste.

Thank you for your consideration,

A handwritten signature in black ink, appearing to read 'Braden Harris', with a stylized, flowing script.

Braden Harris

Drilling Manager, Advance Energy Partners Hat Mesa

*Attachments: Administrative checklist, C-102, Letter of Common Ownership*

DISTRICT I  
1625 N. French Dr., Hobbs, NM 88240  
Phone (575) 393-6161 Fax: (575) 393-0720

DISTRICT II  
811 S. First St., Artesia, NM 88210  
Phone (575) 748-1283 Fax: (575) 748-9720

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 87505  
Phone (505) 476-3480 Fax: (505) 476-3482

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised August 4, 2011

Submit one copy to appropriate  
District Office

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

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

☐ AMENDED REPORT

API Number	Pool Code	Pool Name
Property Code	Property Name AO 6	Well Number 501H
OGRID No.	Operator Name ADVANCE ENERGY PARTNERS HAT MESA	Elevation 3630'

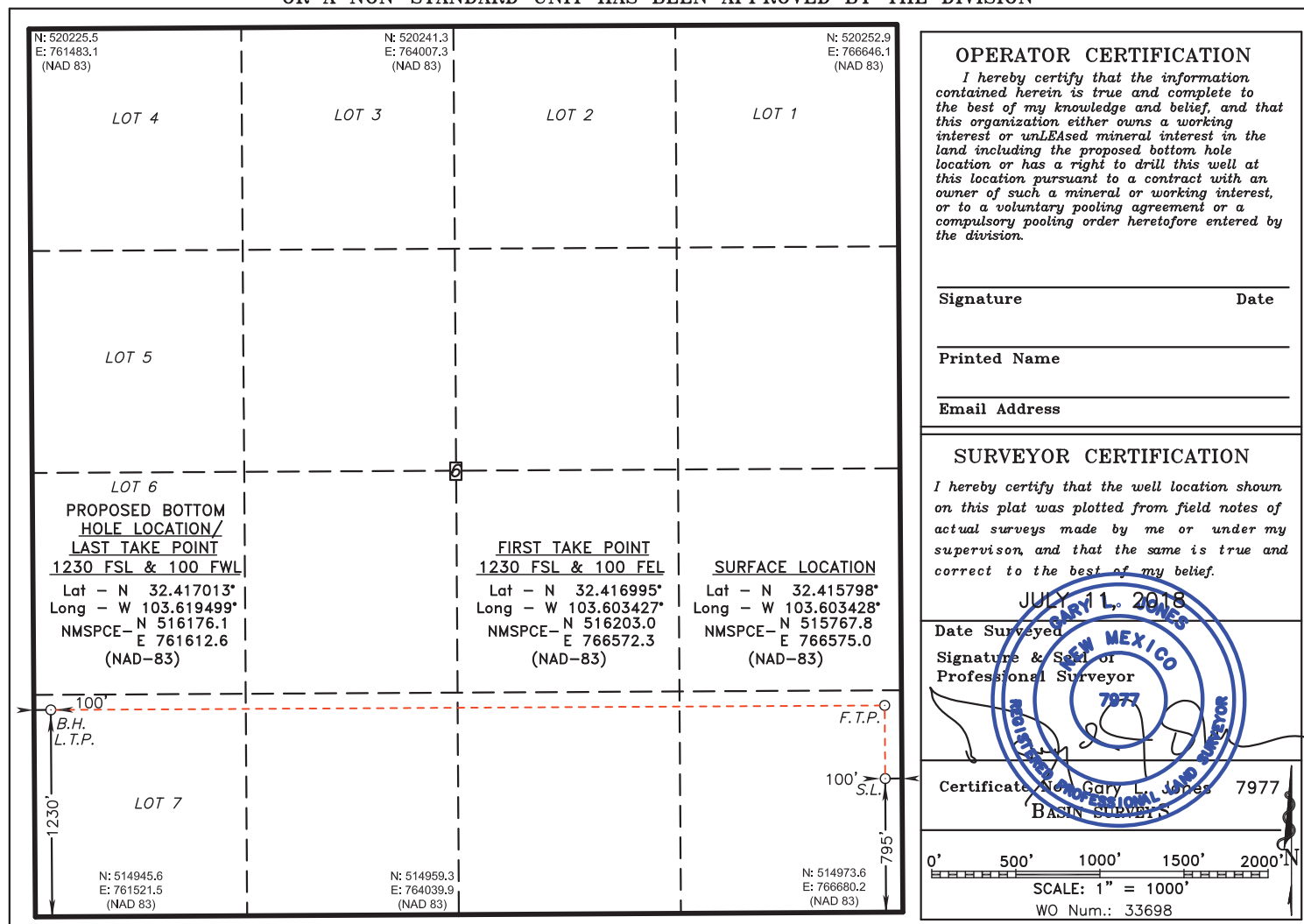
**Surface Location**

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	SOUTH/South line	Feet from the	East/West line	County
P	6	22 S	33 E		795	SOUTH	100	EAST	LEA

**Bottom Hole Location If Different From Surface**

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	SOUTH/South line	Feet from the	East/West line	County
LOT 7	6	22 S	33 E		1230	SOUTH	100	WEST	LEA
Dedicated Acres	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





11490 Westheimer Road, Suite 950, Houston, Texas 77077 • Phone 832-672-4700 • Fax 832-672-4609

June 8, 2018

Oil Conservation Division  
Energy Minerals and Natural Resources Department  
1220 South St. Frances  
Santa Fe, New Mexico 87004

Attn: Mr. Leonard Lowe  
Engineering Bureau

**Re: Common Ownership  
S/2S/2 and N/2S/2 Section 6-T22S-R33E  
Lea County, New Mexico**

Dear Mr. Lowe,

Advance Energy Partners Hat Mesa, LLC submitted NSL drilling permit application for the following wells:

AO 6 Well 501H

Surface location: Unit P, Section 6-T22S-R33E; 795 FNL, 100' FEL

Bottom location: Lot 7, Section 6-T22S-R33E; 1230 FNL, 330' FEL

This letter is to confirm the lease ownership in the following applicable leases listed on the attached Exhibit are common ownership. Advance Energy Partners Hat Mesa, LLC owns 85.5% working interest, Bullhead Energy, LLC owns 4.5% and O'Neill Properties, Ltd own 10%.

Thank you again for your consideration. If you require additional information, please notify me either by telephone or my email indicated below.

Sincerely,

A handwritten signature in black ink, appearing to read "Paul Burdick", written in a cursive style.

Paul J. Burdick  
Land Advisor  
Advance Energy Partners Hat Mesa, LLC  
Email: [PBurdick@Advanceenergypartners.com](mailto:PBurdick@Advanceenergypartners.com)  
Office Telephone: 832-672-4623  
Cell Telephone: 713-228-7320

AO 6 Leases

NM State Lease Number	Section	Township-Range	Lessee of Record
V 4094-2	6: Lots 1, 2, 6, 7, E/2SW/4, W/2SE/4, SE/4SE/4	22 South-33 East	Advance Energy Partners Hat Mesa, LLC
V 8169	6: NE/4SE/4	21 South-33 East	Advance Energy Partners Hat Mesa, LLC

**From:** Braden Harris  
**To:** [Lowe, Leonard, EMNRD](#)  
**Cc:** [Sharp, Karen, EMNRD](#)  
**Subject:** AO 6 #501H NSL Request (Advance Energy Partners)  
**Date:** Monday, July 16, 2018 3:38:12 PM  
**Attachments:** [AO 6 501H - NSL - Cover Letter.pdf](#)  
[AO 6 501H - Plat \(1 pg\).pdf](#)  
[AO 6 501H - NSL - Admin Chklist.pdf](#)  
[AO 6 501H - NSL - Letter of Common Ownership.pdf](#)

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Good afternoon Mr. Lowe. Advance Energy Partners would like to request a NSL location for the AO 6 #501H proposed well. I have attached a cover letter, plat, administrative checklist and letter from our Landman stating common ownership in the offset acreage. Please let me know if there are any questions or concerns or if anything else required from me. Thanks and have a great week!

*Braden Harris*

Drilling Manager

*Advance Energy Partners, LLC*

*11490 Westheimer RD, Ste 950*

*Houston, TX 77077*

*C: (406) 600-3310*

[bharris@advanceenergypartners.com](mailto:bharris@advanceenergypartners.com)

**From:** [Lowe, Leonard, EMNRD](#)  
**To:** ["Braden Harris"](#)  
**Cc:** [Brown, Maxey G, EMNRD](#); [Kautz, Paul, EMNRD](#); [Jones, William V, EMNRD](#); [Goetze, Phillip, EMNRD](#); [McMillan, Michael, EMNRD](#); [Dawson, Scott, EMNRD](#); ["lisa@rwbyram.com"](#); [Martin, Ed](#); [Holm, Anchor E.](#)  
**Subject:** APPROVED NSL-7747\_Advance Energy Partners Hat Mesa, LLC\_AO 6 Well No. 501H\_SEC 6 22S 33E  
**Date:** Thursday, August 23, 2018 11:48:00 AM  
**Attachments:** [NSL-7747\\_order.pdf](#)  
**Importance:** High

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**Mr. Braden Harris,**

The following Administrative Order has been issued.

**ORDER: NSL-7747**  
**OPERATOR: Advance Energy Partners Hat Mesa, LLC**  
**POOL: WC-025 G-06 S213326D; BONE SPRING [97929]**  
**WELL: AO 6 Well No. 501H**  
**API NO: 30-025-45026**

The Order will soon be available on the Division's web site:  
<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

Thank you!

**Leonard Lowe**  
Engineering Bureau  
Oil Conservation Division  
Energy Minerals and Natural Resources Department  
1220 South St. Frances  
Santa Fe, New Mexico 87004  
Office: 505-476-3492  
Cell: 505-930-6717  
Fax: 505-476-3462  
E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/>