

ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - 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

**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

2005 AUG 5 PM 10 14

**[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.**

Lindsay Truesdell  
 Print or Type Name

\_\_\_\_\_  
 Signature

Consultant  
 Title August 2, 2005  
 Date

lindsay@rkford.com  
 e-mail Address



**R. K. FORD & ASSOCIATES**

*Engineering, Drilling & Completion*

415 West Wall  
Suite 1700 • Wilco Building  
Midland, Texas 79701

(915) 682-0440  
Fax (915) 682-0441  
e-mail: RKFord1700@AOL.COM

August 2, 2005

**Mr. Michael E. Stogner**  
Engineer/Hearing Officer  
State of New Mexico  
Oil Conservation Division  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

2005 AUG 5 AM 1:18

**Re: Application of Edge Petroleum Operating Company, Inc. for Administrative Approval of an Unorthodox Well Location for it Box Canyon 13 Federal #1 to be located 1185 feet from the south line and 2035 feet from the west line (Unit N) of Section 13, Township 21 South, Range 21 East, N.M.P.M., Eddy County, New Mexico**

Dear Mr. Stogner:

Edge Petroleum Operating Company, Inc. hereby seeks administrative approval pursuant to the provisions of Division Rule 104.F for an unorthodox gas well location for the above referenced well in the Morrow formation (Little Box Canyon – Morrow Pool), and any other potentially productive gas pools spaced on 320 acres and governed by the Division's Statewide Rules. A standard 320-acre spacing and proration unit comprised of the S/2 half of section 13 will be dedicated to the well.

This location is unorthodox because Rule 104.C(2)(a) of the General Rules of the Division provides that wells in the Wolfcamp or any older formation shall be "no closer than 660 feet to the outer boundary of the quarter section on which the well is located and no closer than 10 feet to any quarter-quarter section line or subdivision inner boundary." This proposed location is 605 feet from the center boundary of the quarter quarter section, and therefore encroaches on the SE/4 by 55 feet.



# R. K. FORD & ASSOCIATES

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e-mail: RKFord1700@AOL.COM

The Bureau of Land Management require this unorthodox location due to an archaeological site west of the well pad. Edge is unable to move the well further west due to the temporary barrier the Bureau of Land Management is requiring Edge to build around the archaeological site, as shown in Exhibit "A".

Exhibit "B" land plat showing the unorthodox well location and the adjoining spacing unit and wells. Exhibit "C" is the C-102 originally filed for this well showing the 320 acre spacing and proration unit for the surveyed location.

Edge Petroleum Operating Company, Inc. is the operator of the S/2 of Section 13 under an Operating Agreement signed by all of the working interest owners. The mineral royalty ownership is federal. As a result, this is an internal non-standard location with no affected parties.

Your attention to this application is appreciated.

Sincerely,

Lindsay Truesdell

9:30 AM  
8/18/2005

Lindsay Truesdell  
called to check

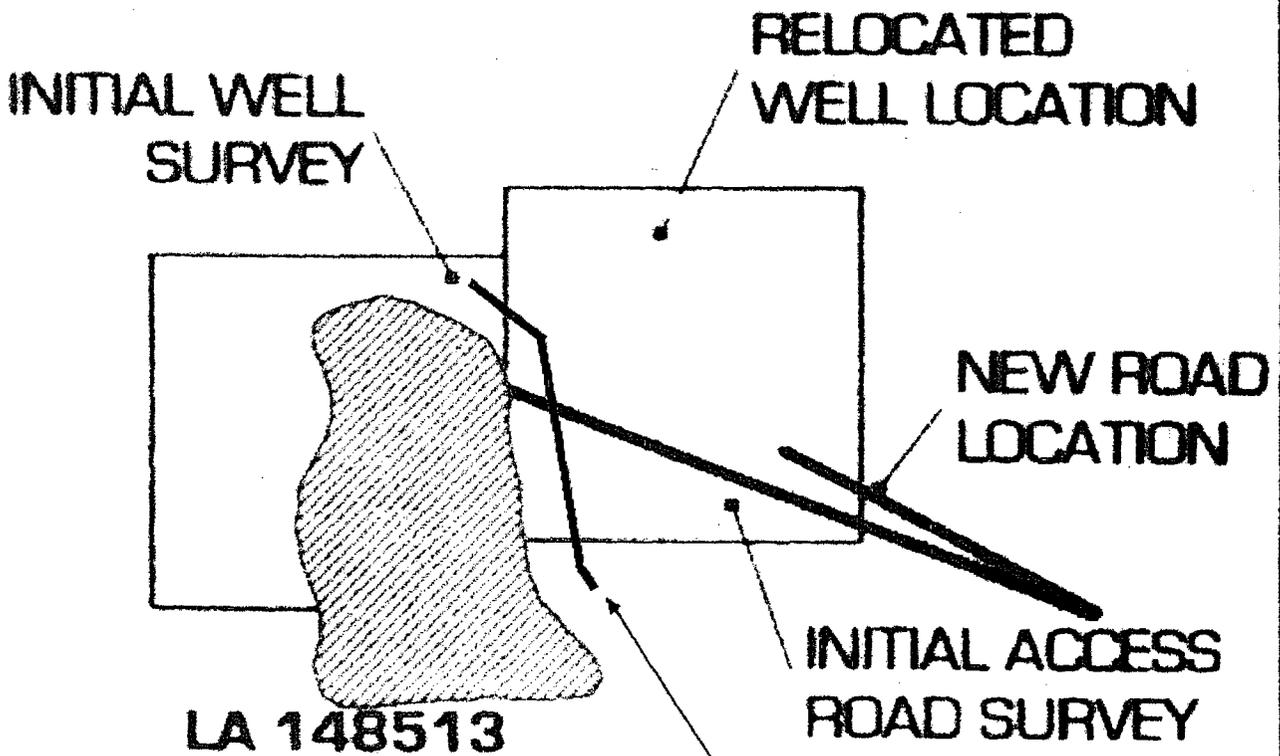
on the  
status of this application.

Exhibit No. 05-NM-523-783-B.

Temporary Barrier Location

**Box Canyon 13 Federal No. 1**

24



Temporary Barrier Location

To be constructed ca. 100' from archaeological site

SCALE 1:10,000



DISTRICT I  
1625 N. FRENCH DR., HOBBES, NM 88240

DISTRICT II  
1301 W. GRAND AVENUE, ARTESIA, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV  
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION  
1220 SOUTH ST. FRANCIS DR.  
Santa Fe, New Mexico 87505

Form C-102  
Revised JUNE 10, 2003  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number 30-015-34252	Pool Code 80240	Pool Name Little Box Canyon - Morrow
Property Code	Property Name BOX CANYON 13 FEDERAL	Well Number 1
OGRID No. 22440	Operator Name EDGE PETROLEUM OPERATING CO., INC.	Elevation 4545'

Surface Location

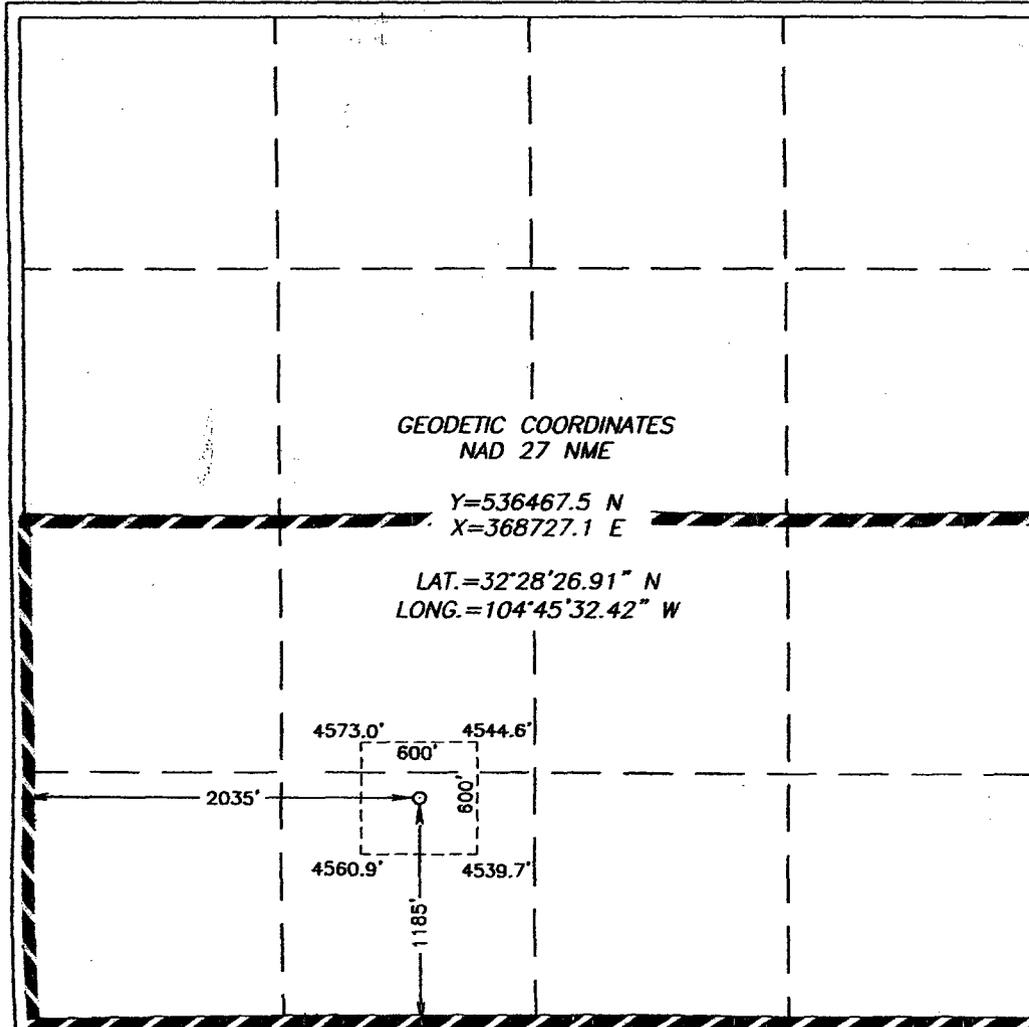
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	13	21-S	21-E		1185	SOUTH	2035	WEST	EDDY

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	Joint or InHH	Consolidation Code	Order No.
320			

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 the information contained herein is true and complete to the best of my knowledge and belief.

*Lindsay Truesdell*  
Signature

Lindsay Truesdell  
Printed Name

Consultant  
Title

May 25, 2005  
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.

MAY 23, 2005  
Date Surveyed

GS  
Signature of Registered Professional Surveyor

GARY EIDSON  
5/24/05  
080410794

Certificate No. GARY EIDSON 12641

Standard 690-acre Section EXHIBIT "C"



**R. K. FORD & ASSOCIATES**  
*Engineering, Drilling & Completion*

2005 AUG 5 AM 10 14

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Suite 1700 • Wilco Building  
Midland, Texas 79701

(915) 682-0440  
Fax (915) 682-0441  
e-mail: RKFord1700@AOL.COM

August 2, 2005

**Mr. Michael E. Stogner**  
Engineer/Hearing Officer  
New Mexico Oil Conservation Division  
1220 South St. Francis Drive,  
Santa Fe, New Mexico 87505

Dear Mr. Stogner:

Enclosed please find a copy of a letter I sent to all the Working, Royalty or Overriding Royalty Interest Owners and offset operator (address list enclosed), along with a copy of the Application for a Permit to Drill (Form C-101) and a copy of a Well Location and Acreage Dedication Plat (Form C-102) for the Edge Petroleum Operating Company, Inc. well Box Canyon 13 Federal #1 in Eddy County, New Mexico and the Administrative Application Checklist. The proposed location is a non-standard location and Edge Petroleum is requesting an exception to the Division Rules and Regulations from the New Mexico Oil Conservation Division in Santa Fe, New Mexico.

When I receive the receipts from the certified letters, I will forward a copy of those to you. Please let me know if any additional information is needed. Thank you for your assistance in this matter.

Sincerely,

Lindsay Truesdell  
R.K. Ford and Associates

/sn  
Enclosures



**R. K. FORD & ASSOCIATES**

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Fax (915) 682-0441  
e-mail: RKFord1700@AOL.COM

August 2, 2005

Pure Resources, L.P.  
500 W. Illinois  
Midland, Texas 79701

Dear Mr. Krawietz:

Enclosed please find a copy of an Application for a Permit to Drill (Form C-101) and a copy of a Well Location and Acreage Dedication Plat (Form C-102) for the Edge Petroleum Operating Company, Inc. well Box Canyon 13 Federal #1 in Eddy County, New Mexico. The proposed location is a non-standard location and Edge Petroleum is requesting an exception to the Division Rules and Regulations from the New Mexico Oil Conservation Division in Santa Fe, New Mexico.

If you have any questions or object to this Application, please contact Mr. Michael Stogner at the Engineering Bureau of the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505 (505-476-3465).

Sincerely,

Lindsay Truesdell  
R.K. Ford and Associates

/sn  
Enclosures

VIA CERTIFIED MAIL # 7003 1680 0006 6277 3970

**OPERATOR'S COPY**

Form 3160-3  
(April 2004)

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

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**APPLICATION FOR PERMIT TO DRILL OR REENTER**

5. Lease Serial No. NM 111927	
6. If Indian, Allottee or Tribe Name N/A	
7. If Unit or CA Agreement, Name and No. N/A	
8. Lease Name and Well No. Box Canyon 13 Federal #1	
9. API Well No. <b>30-015-34252</b>	
10. Field and Pool, or Exploratory Little Box Canyon - Morrow	11. Sec., T. R. M. or Blk. and Survey or Area Sec 13, T21S, R21E
12. County or Parish Eddy Co.	13. State NM
14. Distance in miles and direction from nearest town or post office* 28 Miles West of Carlsbad	15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1185'
16. No. of acres in lease 80	17. Spacing Unit dedicated to this well S/2 of Sec. 13
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 8,900'	19. Proposed Depth 8,900'
20. BLM/BIA Bond No. on file NMB 000121	21. Elevations (Show whether LF, KDB, RT, GL, etc.) 4545'
22. Approximate date work will start* 06/15/2005	23. Estimated duration 35 Days

24. Attachments **Roswell 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:

- |   |  |
|---|--|
| 1. Well plat certified by a registered surveyor.  | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).    |
| 2. A Drilling Plan.   | 5. Operator certification  |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature: <i>Lindsay Truesdell</i>	Name (Printed/Typed) Lindsay Truesdell	Date 05/26/2005
Title Consultant		

Approved by (Signature): <i>Joe G. Lara</i>	Name (Printed/Typed) Joe G. Lara	Date 7/29/05
Title <i>Acting</i> FIELD MANAGER	Office CARLSBAD FIELD 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 page 2)

**APPROVAL SUBJECT TO  
GENERAL REQUIREMENTS AND  
SPECIAL STIPULATIONS  
ATTACHED**

Witness Surface &  
Intermediate Casing

State of New Mexico

Energy, Minerals and Natural Resources Department

DISTRICT I  
1626 N. FRENCH DR., HOBBBS, NM 88240

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1000 Rio Brazos Rd., Artec, NM 87410

DISTRICT IV  
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

OIL CONSERVATION DIVISION  
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Santa Fe, New Mexico 87505

Form C-102  
Revised JUNE 10, 2003  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number	Pool Code	Pool Name
Property Code	Property Name <b>BOX CANYON 13 FEDERAL</b>	Well Number 1
OCRD No.	Operator Name <b>EDGE PETROLEUM OPERATING CO., INC.</b>	Elevation 4545'

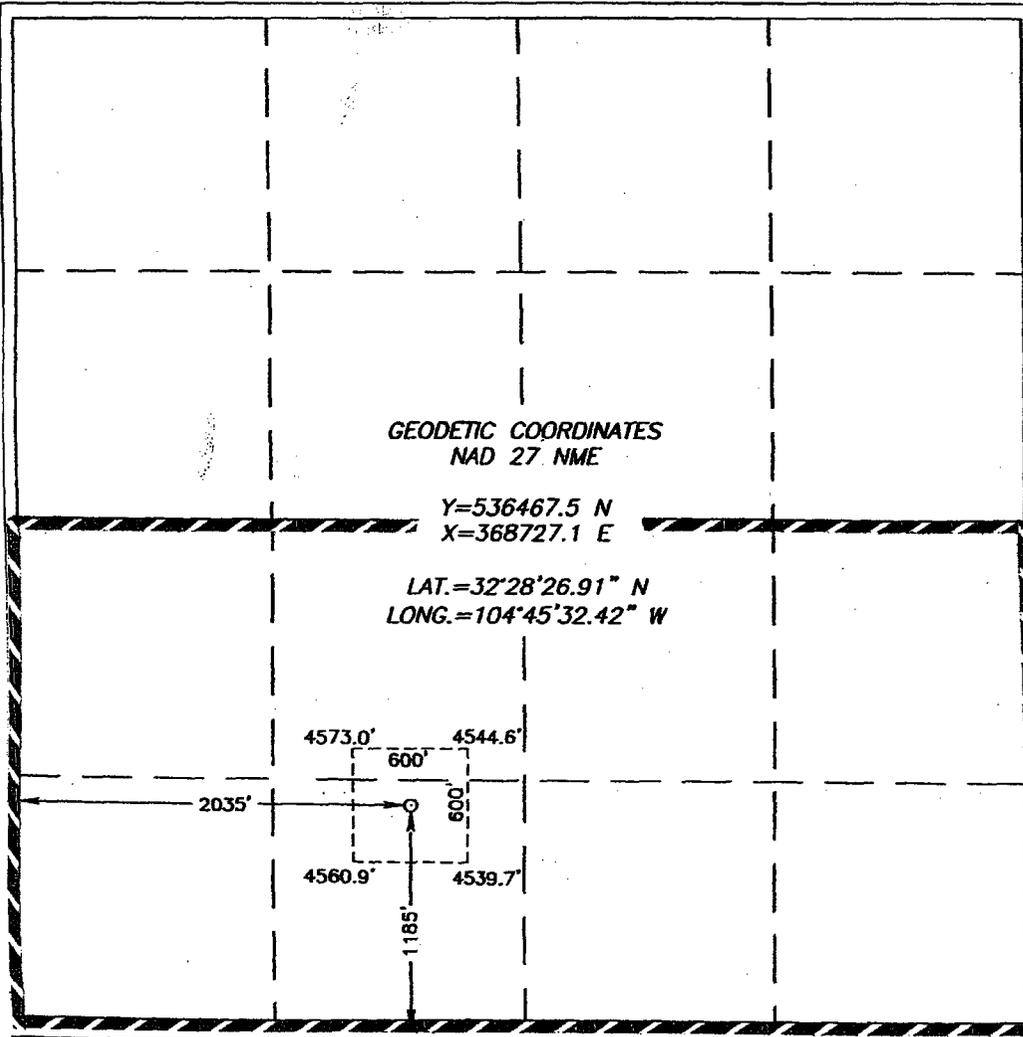
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	13	21-S	21-E		1185	SOUTH	2035	WEST	EDDY

Bottom Hole Location If Different From Surface

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Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						

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GEODETIC COORDINATES  
NAD 27 NME

Y=536467.5 N  
X=368727.1 E

LAT.=32°28'26.91" N  
LONG.=104°45'32.42" W

OPERATOR CERTIFICATION

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

*Lindsay Truesdell*  
Signature

Lindsay Truesdell  
Printed Name

Consultant  
Title

May 25, 2005  
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.

MAY 23, 2005

Date Surveyed \_\_\_\_\_ GS

Signature of Surveyor \_\_\_\_\_

Professional Surveyor \_\_\_\_\_

*GARY EIDSON*  
Professional Surveyor  
05.17.0794

Certificate No. GARY EIDSON 12841



**R. K. FORD & ASSOCIATES**

*Engineering, Drilling & Completion*

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Fax (915) 682-0441  
e-mail: RKFord1700@AOL.COM

August 2, 2005

Allar Company  
P.O. Box 1567  
Graham, Texas 76450

Dear Mr. Graham:

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GENERAL REQUIREMENTS AND  
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Witness Surface &  
Intermediate Casing

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised JUNE 10, 2003

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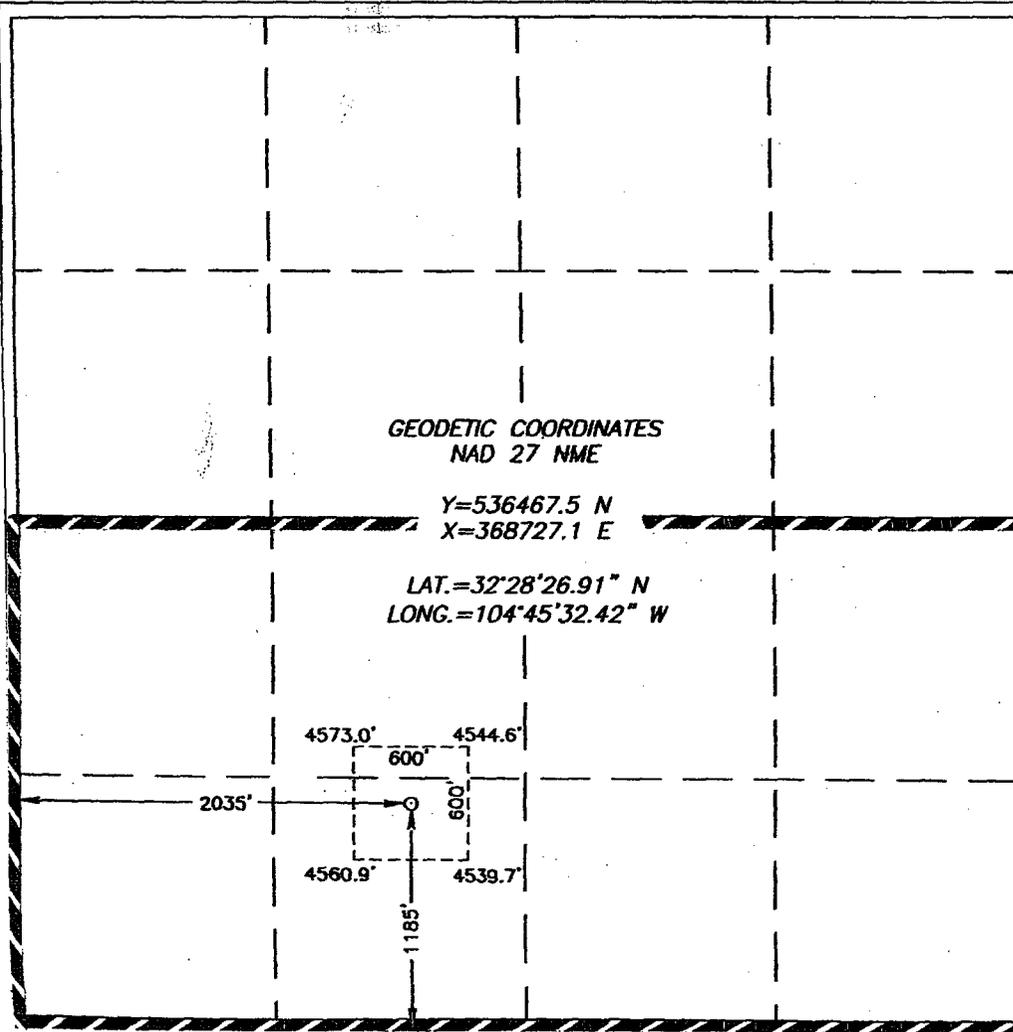
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**OPERATOR CERTIFICATION**

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*Lindsay Truesdell*  
Signature

**Lindsay Truesdell**  
Printed Name

**Consultant**  
Title

**May 25, 2005**  
Date

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**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.

**MAY 23, 2005**  
Date Surveyed

**GS**  
Signature & Seal of Professional Surveyor

*Gary Edson*  
Professional Surveyor

**05.17.0794**  
Certificate No.

**GARY EDSON**  
Professional Surveyor

**12841**  
Certificate No.