

RECEIVED: <u>9/27/2018</u>	REVIEWER: <u>M A m</u>	TYPE: <u>SD</u>	APP NO: <u>PMAM1826959874</u>
<u>9/26/2018</u>			SEP 26 2018 PM 08:42

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: Fasken Oil and Ranch, Ltd. **OGRID Number:** 151416
Well Name: Fasken State 32 Com No. 3 **API:** 30-015-34535
Pool: Cemetery Wolfcamp Gas Pool **Pool Code:** 74640

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

SD - 201801

- 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	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	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.

Michael H. Feldewert

Print or Type Name

Michael H. Feldewert

Signature

9/26/18
Date

505-988-4421
Phone Number

mhfeldewert@hollandhart.com
e-mail Address



September 26, 2018

VIA HAND DELIVERY

SEP 26 2018 PM 03:42

Heather Riley, 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 to Simultaneously Complete the Fasken State 32 Com No. 3 (API No. 30-015-34535) in the Cemetery Wolfcamp Gas Pool (74640) underlying the SE/4 NW/4 (Unit F) of Section 32, Township 20 South, Range 25 East, N.M.P.M., Eddy County, New Mexico.

Dear Ms. Riley:

Fasken Oil and Ranch, Ltd. (OGRID No. 151416) seeks administrative approval pursuant to Division Rule 19.15.15.11.C NMAC to recomplete the above referenced vertical well in the Cemetery Wolfcamp Gas Pool in same quarter section as the Fasken State 32 Com No. 1 (API No. 30-015-21028) located in NW/4 NW/4 (Unit D) of Section 32, Township 20 South, Range 25 East, N.M.P.M., Eddy County, New Mexico. The Cemetery Wolfcamp Gas Pool is subject to the Division's statewide rules providing for 320-acre spacing and allowing no more than one well per quarter section. *See* NMAC 19.15.15.10.B. Fasken's proposed recompletion of the Fasken State 32 Com No. 3 (API No. 30-015-34535) in the Cemetery Wolfcamp Gas Pool will result in two vertical wells in the same quarter section, one in Unit D and one in Unit F of the NW/4 of Section 32.

The Fasken State 32 Com No. 3 was originally drilled and completed in the Cemetery (Morrow) Pool in 2006. This well was re-completed in the Seven Rivers Hills; Atoka, North Pool in 2010 and recently perforated in the Dagger Draw; Upper Penn, South (Assoc) Pool. This well is not economic. Fasken therefore seeks to recomplete this well uphole at a standard location in the Wolfcamp formation to salvage the wellbore.

Enclosed **Exhibit A** contains the Form C-102 for the existing Fasken State 32 Com No. 1 in the Cemetery Wolfcamp Gas Pool and the currently filed Form C-102 for the Fasken State 32 Com No. 3 well. **Exhibit B** is a plat identifying the location of the existing 320-acre spacing unit comprised of the N/2 of Section 32 dedicated to the Fasken State 32 Com No. 1, the location of the No. 3 well and the offsetting affected spacing units. **Exhibit C** lists the parties in the offsetting spacing units affected by the proposed addition of the Fasken State 32 Com No. 3 well

HOLLAND & HART^{LLP}



in the 320-acre spacing unit. A copy of this application with all attachments has been sent by certified mail to these parties advising them that if they have an objection to this application, it must be filed in writing with the division within 20 days from the date the division receives this application. A copy of this application has also been provided to the New Mexico State Land Office and the Bureau of Land Management.

Thank you for your attention to this matter.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael H. Feldewert". The signature is fluid and cursive, with a large initial "M" and "F".

Michael H. Feldewert

ATTORNEY FOR FASKEN OIL & RANCH, LTD.

cc: New Mexico State Land Office
Bureau of Land Management

AD I 30-015-21028

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-4-65

All distances must be from the outer boundaries of the Section.

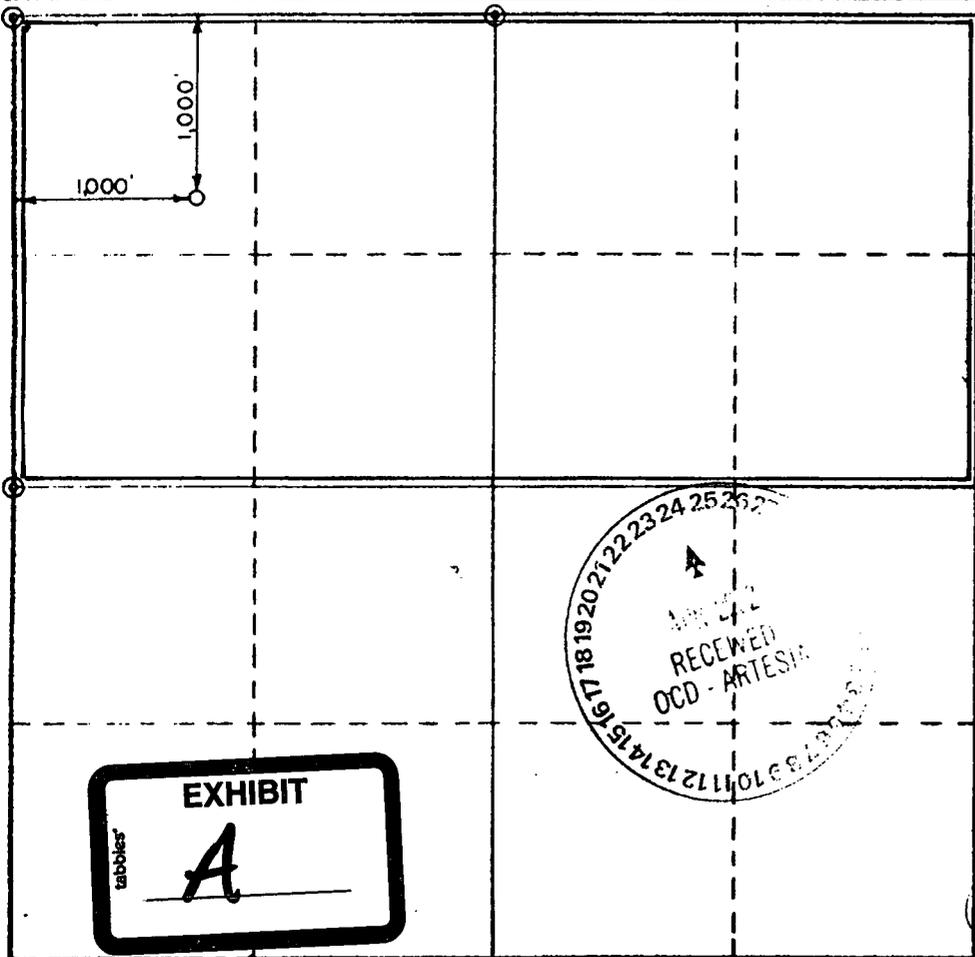
DAVID FASKEN		Lease STATE "92"			Well No. 1
D	32	20 South	25 East	Eddy	
1000 feet from the North line and 1000 feet from the West line					
3622'	Wolfcamp	Cemetery Wolfcamp	Dedicated Acreage: 320 Acres		

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes No If answer is "yes," type of consolidation communitization

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



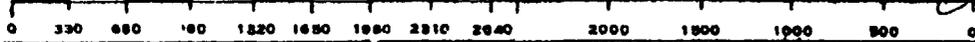
CERTIFICATION

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

Jimmy D. Carlile
Name
Jimmy D. Carlile
Position
Regulatory Affairs Coord.
Company
Fasken Oil and Ranch, Ltd.
Date
April 23, 2002

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 knowledge and belief.

Date Surveyed
October 10, 1973
Registered Professional Engineer and/or Land Surveyor
Chas W. Fisk
Certificate No.
1559



District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-8720
District II
211 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Grande Road, Almor, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6179
District IV
1220 E. St. Francis Dr., Santa Fe, NM 87502
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-34535		² Pool Code 74680		³ Pool Name Cemetery; Wolfcamp (Gas)	
⁴ Property Code 18243		⁵ Property Name State "32" Com			⁶ Well Number 3
⁷ OGRID No. 151416		⁸ Operator Name Fasken Oil and Ranch, Ltd.			⁹ Elevation 3618'

*** Surface Location**

UL or lot no.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County
F	32	20S	25E		1980	North	1980	West	Eddy

**** Bottom Hole Location If Different From Surface**

UL or lot no.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County

¹⁰ Dedicated Acres 320	¹¹ Joint or Infill	¹² Consolidation Code	¹³ 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.

	<p>** 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 jurisdiction covered by the statute.</p> <p><i>Addison Guelker</i> 9/18/18 Signature Date</p> <p>Addison Guelker Internal Name addisong@forl.com Email Address</p>
	<p>** 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.</p> <p>Date of Survey Signature and Seal of Professional Surveyor:</p> <p>Certificate Number</p>

Notice List

Winston Grace
4940 NW 65th Ave.
Lauderhill, FL 33319-7207

EOG Resources, Inc.
105 S. 4th St.
Artesia, NM 88210-2177
Attn: Ms. Janet Richardson

Brooks Oil & Gas Interests, Ltd.
369 Montezuma #221
Santa Fe, NM 87501-2835

Petro-Crown Resources, LP
P.O. Box 9289
Wichita Falls, TX 76308-9289
Attn: Hollis R. Sullivan, Manager

Durango Production Company
P.O. Box 4848
Wichita Falls, TX 76308-0848
Attn: Ron Jackson, President

CLATX LTD.
6310 Basswood Lane
Amarillo, TX 79124
Attn: Jeff Jackson





Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, **must** match the labeled packages being presented to the USPS® employee with this form.

Fasken Oil & Ranch Fasken #3
CM# 46676.0005 20180926
Notice List w. SLO BLM

Shipment Date: 09/26/2018
Shipped From:
Name: HOLLAND & HART LLP
Address: 110 N GUADALUPE ST # 1
City: SANTA FE
State: NM ZIP+4® 87501

Type of Mail	Volume
Priority Mail Express®	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	8
Total	8

*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

B. USPS Action

- Note to RSS Clerk:**
1. Home screen > Mailing/Shipping > More
 2. Select **Shipment Confirm**
 3. Scan or enter the barcode/label number from PS Form 5630
 4. Confirm the volume count message by selecting Yes or No
 5. Select **Pay and End Visit** to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0010 5000 63



Firm Mailing Book For Accountable Mail

Name and Address of Sender Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501	Check type of mail or service <input type="checkbox"/> Adult Signature Required <input type="checkbox"/> Priority Mail Express <input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Registered Mail <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Signature Confirmation <input type="checkbox"/> Collect on Delivery (COD) <input type="checkbox"/> Signature Confirmation Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Priority Mail	Affix Stamp Here <i>(if issued as an international certificate of mailing or for additional copies of this receipt).</i> Postmark with Date of Receipt.
-----------------------------------------------------------------------------------------------------	--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------

USPS Tracking/Article Number	Addressee (Name, Street, City, State, & ZIP Code™)	Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee	
1. 9214 8901 9403 8373 3504 14	NM BLM Carlsbad District Offices 620 E Greene St Carlsbad NM 88220	1.21	3.45	Handling Charge - if Registered and over \$50.000 in value							1.50				
2. 9214 8901 9403 8373 3504 21	NM SLO PO BOX 1148 Santa Fe NM 87504	1.21	3.45									1.50			
3. 9214 8901 9403 8373 3504 38	Winston Grace 4940 NW 85th Ave Lauderdale FL 33319	1.21	3.45									1.50			
4. 9214 8901 9403 8373 3504 45	EOG Resources Inc Attn Ms Janet Richardson 106 S 5th St Artesia NM 88210	1.21	3.45						Adult Signature Required	Adult Signature Restricted Delivery	Restricted Delivery	Return Receipt	Signature Confirmation	Signature Confirmation Restricted Delivery	Special Handling
5. 9214 8901 9403 8373 3504 52	Brooks Oil & Gas Interests Ltd 369 Montezuma #221 Santa Fe NM 87501	1.21	3.45						Adult Signature Required	Adult Signature Restricted Delivery	Restricted Delivery	Return Receipt	Signature Confirmation	Signature Confirmation Restricted Delivery	Special Handling
6. 9214 8901 9403 8373 3504 69	Petro-Crown Resources LP Attn: Hollis Sullivan Manager PO BOX 9289 Wichita Falls TX 76308	1.21	3.45						Adult Signature Required	Adult Signature Restricted Delivery	Restricted Delivery	Return Receipt	Signature Confirmation	Signature Confirmation Restricted Delivery	Special Handling
7. 9214 8901 9403 8373 3504 76	Durango Production Company Attn: Ron Jackson PO BOX 4848 Wichita Falls TX 76308	1.21	3.45									1.50		Signature Confirmation Restricted Delivery	
8. 9214 8901 9403 8373 3504 83	CLATX LTD Attn: Jeff Jackson 6310 Basswood Lane Amealillo TX 79124	1.21	3.45									1.50			

Total Number of Pieces Listed by Sender 8	Total Number of Pieces Received at Post Office	Postmaster, Per (Name of receiving employee)	
-----------------------------------------------------	------------------------------------------------	----------------------------------------------	--