

ABOVE THIS LINE FOR DIVISION USE ONLY

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



*Western Exp.*

**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 \_\_\_\_\_

*Mon. 3:48 P.M.  
 6-26-06  
 "Gwyn" left  
 a voice mail  
 message  
 asking the  
 status of  
 this appl.  
 [Signature]*

[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

[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.

John C. Thompson [Signature] Agent/Engineer 6/7/06  
 Print or Type Name Signature Title Date  
john@walsheng.net  
 e-mail Address



**WALSH**

ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting  
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7415 East Main  
Farmington, New Mexico 87402  
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June 7, 2006

**New Mexico Oil Conservation Division  
1220 South Saint Francis Drive  
Santa Fe, NM 87505**

30-043-20989

**Re: Request for Administrative approval for Non-Standard Pictured Cliffs Location  
Regina Ranch 32-1 (Sec 32/T23N/R1W, 435' fsl & 990' fwl, Sandoval County, New Mexico)**

Westerly Exploration, Inc. (aka Texas Crude) is requesting an administrative approval for the Regina Ranch 32-1 to be completed in a non-standard location in the South Blanco Pictured Cliffs formation. Westerly Exploration originally staked and drilled the existing well bore to be a Wildcat Entrada well.

*B*  
*72439*

After determining the Entrada, Gallup and Mesaverde formations to be uneconomical at this time, Westerly completed the well in the South Blanco Pictured Cliffs zone. Originally, the surface location was picked using seismic and geology data for the Entrada. Therefore, the reasons for requesting administrative approval for a non-standard location are:

1. Use the existing well bore.

Westerly is the *only* offset operator, thereby this proposed non-standard location would not affect any other operators.

Please find attached a drilling plat with topographical map showing location.

If you have any questions or concerns, please feel free to contact me anytime.

Sincerely,

John C. Thompson  
Engineer

c:/oth/nslapp

District I  
PO Box 1980, Hobbs, NM 88241-1980

State of New Mexico  
Energy, Minerals & Natural Resources Department

Form C-102  
Revised February 21, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

District II  
PO Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

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

AMENDED REPORT

District IV  
PO Box 2088, Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number		*Pool Code		*Pool Name <b>South Blanco P.C.</b>	
*Property Code	*Property Name REGINA RANCH FEDERAL 32			*Well Number 1	
*GRID No.	*Operator Name TEXAS CRUDE			*Elevation 7423'	

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	32	23N	1W		435	SOUTH	990	WEST	SANDOVAL

<sup>11</sup> 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

<sup>12</sup> Dedicated Acres <b>SW/4 160 Acres</b>	<sup>13</sup> Joint or Infill <b>N</b>	<sup>14</sup> Consolidation Code	<sup>15</sup> 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

5290.56'

32

5280.00'

5280.00'

990'

435'

5280.00'

E-22N-1W

LAT: 36°10.4540' N  
LONG: 106°58.2508' W  
DATUM: NAD27

<sup>17</sup> OPERATOR CERTIFICATION

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

*Paul C. Thompson*  
Signature

**PAUL C. THOMPSON**  
Printed Name

**AGENT**  
Title

**7/6/04**  
Date

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<sup>18</sup> 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.

Survey Date: MARCH 25, 2004

Signature and Seal of Professional Surveyor

**JASON C. EDWARDS**  
Certificate Number 15269

PLAT #1

TEXAS | JUDE REGINA RANCH FEDE L 32 #1  
435' FSL & 990' FWL, SECTION 32, T23N, R1W, N.M.P.M.  
SANDOVAL COUNTY, NEW MEXICO

