



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

March 6, 2006

Aspen Oil, Inc.
P.O. Box 2674
Hobbs, NM 88241-2674

**Shut In-order for Aspen Oil, Inc's: State A # 3, located in Unit B of Section 36,
T-17-S R-27-E, 330' FNL & 2310' FEL
Eddy Co., NM
API # 30-015-34089**

Please note that under Rule 40, the OCD may approve your APD's to drill. However, under Rule 40 if you are out of compliance when the well is completed, we cannot approve an allowable for this well. You may regain compliance by properly TA, P&A, return the out of compliance wells back to production, or enter into an Agreed Compliance Order ("ACO") with the OCD to return these wells to compliance within a certain time frame. If you choose an ACO, please contact Gail MacQuesten with our Santa Fe Office at (505) 476-3451.

By the Rules and regulations of NMOCD Rule 40, this well is to be shut-in today March 6, 2006.

Respectfully Yours,

Bryan G. Arrant
District II Geologist-Artesia
505-748-1283 ext 103

CC: Tim Gum, District Supervisor-Artesia
Daniel Sanchez, Enforcement & Compliance Manager-Santa Fe
Well file

District I
1625 N. French Dr., Hobbs, 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 & Natural Resources

Form C-104
Revised June 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to Appropriate District Office
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address Aspen Oil, Inc. P. O. Box 2674 Hobbs, NM 88241-2674		² OGRID Number 010701
⁴ API Number 30 - 015-34089		³ Reason for Filing Code/ Effective Date Testing Allowable
⁵ Pool Name Empire Yates - 7Rivers	⁶ Pool Code 22230	
⁷ Property Code 32317	⁸ Property Name State A	⁹ Well Number #3

II. ¹⁰ Surface Location

UL or lot no. B	Section 36	Township 17S	Range 27E	Lot Idn	Feet from the 330	North/South Line North	Feet from the 2310	East/West line East	County Eddy
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¹¹ Bottom Hole Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Lee Code	¹³ Producing Method Code	¹⁴ Gas Connection Date	¹⁵ C-129 Permit Number	¹⁶ C-129 Effective Date	¹⁷ C-129 Expiration Date				

III. Oil and Gas Transporters

¹⁸ Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ POD	²¹ O/G	²² POD ULSTR Location and Description
15694	Navajo Refining		O	

IV. Produced Water

²³ POD	²⁴ POD ULSTR Location and Description
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V. Well Completion Data

²⁵ Spud Date	²⁶ Ready Date	²⁷ TD	²⁸ PBTD	²⁹ Perforations	³⁰ DHC, MC
³¹ Hole Size	³² Casing & Tubing Size	³³ Depth Set	³⁴ Sacks Cement		
8"	5 1/2"	450'	175		
4 1/2"	2 3/8"	535'			

VI. Well Test Data

³⁵ Date New Oil 3/5/07	³⁶ Gas Delivery Date	³⁷ Test Date 3/6/05	³⁸ Test Length 24hrs	³⁹ Tbg. Pressure pumping	⁴⁰ Csg. Pressure 0
⁴¹ Choke Size 0	⁴² Oil 10	⁴³ Water 20	⁴⁴ Gas None	⁴⁵ AOF	⁴⁶ Test Method Pumping

⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Larry Barnett*
Printed name: Larry Barnett

Title: President

E-mail Address: aspenoil@valmet.com

Date: March 7, 2006

Phone: 505-392-2277

OIL CONSERVATION DIVISION

Approved by:

DENIED

Title:

Approval Date:

MAR 06 2006

Violation w/ NMCN Rule 4c