

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Jicarilla Apache Energy Corporation

3a. Address

P.O. Box 710, Dulce, NM 87528

3b. Phone No. (include area code)

505-759-3224

4. Location of Well (Footage, Sec., T, R., M., or Survey Description)

850' FNL & 1490' FEL, Sec 29, T27N, R2W, NMPM

5. Lease Serial No.

701900001

6. If Indian, Allottee or Tribe Name

Jicarilla Apache Tribe

7. If Unit or CA/Agreement, Name and/or No.

Joint Venture Agreement

8. Well Name and No.

JVA Well No. 5

9. API Well No.

30-039-21553 21553

10. Field and Pool, or Exploratory Area

Blanco-Mesaverde

11. County or Parish, State

Rio Arriba, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☒ Other Non-Standard

Proration Unit Application

3. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Jicarilla Apache Energy Corporation applies to the BLM and NMOCD for a Non-Standard Proration Unit for the JVA 5, Sec 29, T27N, R2W, NMPM, Rio Arriba County, NM.

See Letter of Application, New C-102 and Plat - Attached



14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Charles Neeley

Title Agent/PE

Signature

Date May 17, 2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)

Name
(Printed/Typed)

Title

Conditions of approval, if any, are attached. Approval of this notice 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.

Office

Date

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.

(Continued on next page)

NEELEY CONSULTING SERVICE, LLC

3001 Northridge Drive, Los Amigos Bldg
FARMINGTON, NEW MEXICO 87401
(505) 486-0211

May 18, 2004

Mr. Edwin J. Singleton
Bureau of Land Management
435 Montano NE
Albuquerque, New Mexico 87107

Ms. Joanna Prukop, Interim Director
New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Request for Non-Standard Proration Unit
Jicarilla Apache Energy Corporation
JVA Well No. 5, 850' FNL & 1490' FEL, Sec 29, T27N, R2W, NMPM
Rio Arriba County, New Mexico

Dear Ms. Prukop and Mr. Singleton:

Jicarilla Apache Energy Corporation, JAECO, is writing to request your respective administrative approvals to change the proration unit dedicated to the JVA No. 5 Blanco-Mesaverde well from the current north half of Section 29, T27N, R2W, Rio Arriba County, New Mexico to the east half of the said section.

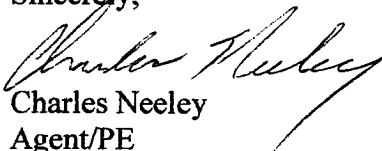
With your approvals of this request, this will form a Non-Standard Proration Unit of 216.25 acres vs 320 acres or 67.6% of a standard Blanco-Mesaverde Spacing Unit for the JVA 5 well. Application is also being made, via this letter, for administrative approval for this Non-Standard Proration Unit necessitated by the variation in the legal subdivision of the U.S. Public Land Survey creating a Non-Standard 433.52 acre Section 29, T27N, R2W. JAECO is the sole operator of Section 29, T27N, R2W. The proposed non-standard spacing unit lies wholly within and includes all acreage within the single east half of section 29; the JVA 5 is completed in the Blanco-Mesaverde Pool for which 320 acres is the standard spacing unit size. Since there are no owners of interest to be excluded from the proration unit in the half section in which the non-standard unit is located, there are no affected persons requiring notice as defined in Rule 1207.A(3).

Attached is NMOCD form C-102 and a plat showing: the spacing unit and an applicable standard spacing unit for the Blanco-Mesaverde Pool, the proposed well dedication and all adjoining spacing units.

Approval of this application, along with an approved APD, will allow JAECO to protect correlative rights to drill and produce an infill to the JVA 5 well, the JVA 5A staked 660' FSL & 1052' FEL, Sec 29, T27N, R2W, Rio Arriba County, New Mexico. Without approval, the closest this well could be placed to the south line (The Jicarilla Reservation Boundary) is 1580' FSL.

Your consideration of this application is appreciated.

Sincerely,


Charles Neeley
Agent/PE

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO.
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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

[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.

Charles Neelev
 Print or Type Name

Signature

Agent/PE
 Title

Date

neeleece@acnet.com
 e-mail Address

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 Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised June 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies
☒ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code 72319		³ Pool Name Blanco-Mesaverde	
⁴ Property Code 5415		⁵ Property Name JVA			⁶ Well Number 5
⁷ OGRID No. 11859		⁸ Operator Name Jicarilla Apache Energy Corporation			⁹ Elevation 7230' UGL

¹⁰ **Surface Location**

UL or lot no. B	Section 29	Township 27N	Range 2W	Lot Idn	Feet from the 850	North/South line North	Feet from the 1490	East/West line East	County Rio Arriba
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¹¹ **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
¹² Dedicated Acres 216.25		¹³ Joint or Infill N	¹⁴ Consolidation Code		¹⁵ 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

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Plat
Jicarilla Apache Energy Corporation
Non-Standard Proration Unit Application
JVA 5
East ½ Sec 29, T27N, R2W

