

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.

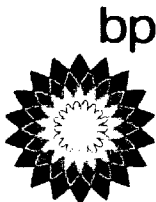
Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Mary Corley
 Print or Type Name

Signature

Sr. Regulatory Analyst 11/15/2004
 Title Date
corleym1@bp.com
 e-mail Address

2004 NOV 22 PM 5 13



San Juan South Asset

Mary Corley
WL1-19.171
281-366-4491 (direct)
281-366-0700 (FAX)
corleymf@bp.com

P. O. Box 3092
Houston, Texas 77253-3092
501 Westlake Park Boulevard
Houston, Texas 77079

November 16, 2004

New Mexico Oil Conservation Division
Energy and Minerals Department
P. O. Box 2088
Santa Fe, New Mexico 87501

Surface Commingling Notice
Florance Q Well No. 1
Riddle F LS Well No. 4
Section 29, T28N, R08W
San Juan County, New Mexico

BP America Production Company respectfully request authorization to surface commingle gas production from the Blanco Mesaverde, Blanco Pictured Cliffs, South and Basin Fruitland Coal Pools. Surface commingling Blanco Mesaverde and Blanco Pictured Cliffs, South production will be from the Riddle F LS Well No. 4 and Basin Fruitland Coal production will be from the Florance Q Well No. 1. Both of these 'leases' are of the same base lease with different royalty ownership between formations.

The production from each well will be metered prior to commingling then the commingled production will flow into through the separator where the liquids will be removed. The commingled gas will then be sent through compression prior to entering the sales meter.

All interest owners are being notified by being furnished a copy of this application on November 18, 2004, via certified mail return receipt requested.

Attached in support of our application and in compliance with NMOCD Rule 303(B) are the following documents:

1. A Plat with lease boundaries showing all well and facility locations.
2. Site Facility Schematic Flow Diagram
3. Address listing of all Interest Owners Notified
4. Form C-107-B

Should you have any questions concerning this matter please contact me at 281-366-4491.

Yours very truly

A handwritten signature in cursive script that reads "Mary Corley".
Mary Corley
Sr. Regulatory Analyst

AAAAAA
BEGIN
Florance Q
190071

ZZZZZZ
END
Riddle F LS 4
698914&698915

APCO MINERALS LTD
PO BOX 459
CORPUS CHRISTI, TX, 78403-0459

BP AMERICA PRODUCTION COMPANY
LEASE RENTALS
PO BOX 22047
TULSA, OK, 74121-2047

BRYANT, BETSY
2201 BROOKHOLLOW
ABILENE, TX, 79605-5507

BUCHENAU, HARRIET M, LIVING TRUST
U/A/DATED 8-30-1994
HARRIET M BUCHENAU TRUSTEE
PO BOX 867585
PLANO, TX, 75086-7585

COLLEY, HUBBARD, JR
HERRING BANK BLDG STE 305
VERNON, TX, 76384

DAZZO, SAMUEL L AND FRANCES J, RVOC
TRUST - DECEDENTS IRRV TRUST B
SAMUEL L DAZZO JR TRUSTEE
13515 PINO CANYON PL NE
ALBUQUERQUE, NM, 87111

EASLEY, MITZI
1203 ARRONIMIMK CIRCLE
AUSTIN, TX, 78746

GODFREY, RICHARD H, REVOCABLE TRUST
RICHARD H GODFREY JR SUCCESSOR
TRUSTEE
PO BOX 18661
OKLAHOMA CITY, OK, 73154-0661

HILL, MOZELLE C
1628 ASHLING DR
OKLAHOMA CITY, OK, 73118

HORTON, PAUL B AND SUSAN D, ESTATE
SUSAN D HORTON EXECUTOR
5039 SENECA DR
DALLAS, TX, 75209

KIMBELL ART FOUNDATION
301 COMMERCE ST STE 2240
FORT WORTH, TX, 76102-4140

MIMS, SARAH S, TRUST
WILLIAM L MADSEN AND SARAH S MIMS
COTRUSTEES
PO BOX 111846
CARROLLTON, TX, 75011-1846

MINERALS MANAGEMENT SERVICE
ROYALTY MANAGEMENT PROGRAM
PO BOX 5810 TA
DENVER, CO, 80217-5810

RITTER, SUSAN
4700 VIA MEDIA
AUSTIN, TX, 78746

SUNDANCE MINERALS I
PO BOX 17224
FORT WORTH, TX, 76102-0224

XTO ENERGY INC
135 S LASALLE ST DEPT 4849
CHICAGO, IL, 60674-4849

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised June 10, 2003

OIL CONSERVATION DIVISION

1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: **BP America Production Company**

OPERATOR ADDRESS: **P O Box 3092 Houston, TX 77253**

APPLICATION TYPE:

☒ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingling)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No.
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling?
☒ Yes ☐ No

(A) POOL COMMINGLING
Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production	Calculated Value of Commingled Production	Volumes
Blanco Mesaverde	1316 BTU	1316 BTU	1512	1512
Blanco Pictured Cliffs, So,	1096 BTU	1096 BTU	649	649
Basin Fruitland Coal	1174 BTU	1174 BTU	926	926

- (2) Are any wells producing at top allowables? ☐ Yes ☒ No
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No.
(4) Measurement type: ☒ Metering ☐ Other (Specify)
(5) Will commingling decrease the value of production? ☐ Yes ☒ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING
Please attach sheets with the following information

- (1) Pool Name and Code.
(2) Is all production from same source of supply? ☐ Yes ☐ No
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No
(4) Measurement type: ☐ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING
Please attach sheets with the following information

- (1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT
Please attached sheets with the following information

- (1) Is all production from same source of supply? ☐ Yes ☐ No
(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)
Please attach sheets with the following information

- (1) A schematic diagram of facility, including legal location.
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.
(3) Lease Names, Lease and Well Numbers, and API Numbers.

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

SIGNATURE: Mary Corley TITLE: Sr. Regulatory Analyst DATE: 11/17/2004

TYPE OR PRINT NAME Mary Corley TELEPHONE NO.: 281-391-8912

E-MAIL ADDRESS: corleyml@bp.com

District I
1625 N. French Dr., Hobbs, NM 88240

District II
811 South First, Artesia, NM 88210

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

District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 15, 2000

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

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	³ Pool Name Blanco MV, PC, South & Basin Fruitland Coal
⁴ Property Code 018423 & 000978	⁵ Property Name Florance Q & Riddle F LS	
⁷ OGRID No. 000778	⁸ Operator Name BP America Production Company	⁶ Well Number 1 & 4
		⁹ Elevation

¹⁰ Surface Location

UL or lot no. Unit B	Section 29	Township 28N	Range 08W	Lot Idn	Feet from	North/South North	Feet from	East/West East	County San Juan
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¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from	North/South	Feet	East/West	County
¹² Dedicated Acres		¹³ Joint or Infill	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

<p>Riddle F LS 4 30-045-07186 1000' FNL & 1550' FEL Unit outline ==</p>	<p>Florance Q 1 30-045-29345 950' FNL & 1510' FEL Unit outline —</p>	<p>¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Mary Corley</i> Signature Mary Corley Printed Name Sr. Regulatory Analyst Title 11/16/2004 Date</p>	
		<p>¹⁸ 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. on file Date of Survey Signature and Seal of Professional Surveyor: Certificate Number</p>	

Proposed Shared Compression

