PLC PryAm/726 42720

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**

		ADMINICTIONITY	7.1.1.1107.11011 01111	
TH	IIS CHECKLIST IS		VE APPLICATIONS FOR EXCEPTIONS TO D ESSING AT THE DIVISION LEVEL IN SANTA	
Applic	ation Acronyn			
• •	-		tandard Proration Unit] [SD-Simu	ıltaneous Dedication]
	-,			/Lease Commingling]
	[PC-	Pool Commingling] [OLS - O	ff-Lease Storage] [OLM-Off-Leas	se Measurement]
		[WFX-Waterflood Expansion	] {PMX-Pressure Maintenance I	Expansion]
		[SWD-Salt Water Dispo	sal] [IPI-Injection Pressure Incr	ease]
	[EOR-Qu	ualified Enhanced Oil Recover	y Certification] [PPR-Positive P	
		DDI IO I BION OL LEI	-P	BUPLUS LP
[1]		APPLICATION - Check Those	which Apply for [A]	ROPEULP
	[A]	Location - Spacing Unit - S		2/073
		NSL NSP	SD	260 /3 /
	<b></b>	1.0.01.0.001.001		260737 Web
		ck One Only for [B] or [C]		- Poker LAKE Uni.
	[B]	Commingling - Storage - M	leasurement	Topic Tub
		☐ DHC ☐ CTB 🗵	PLC PC OLS	OLM CUX JUPEKI,
				30-015-36635
	[C]		ure Increase - Enhanced Oil Recov	
		☐ WFX ☐ PMX ☐	] SWD 🗌 IPI 🗌 EOR 🖺	PPR = wildeA+ 521
	[D]	Other: Specify	****	Bunesprin
			1	s Not Apply
[2]			eck Those Which Apply, or   Does	***
	[A]		Overriding Royalty Interest Owners	22 7779
				- COMPLI
	[B]	United Operators, Leas	eholders or Surface Owner	Dhun
	107		11 B 1 B 11 1 1 1 1 1 1 1 1 1 1 1 1 1 1	. Some
	[C]	Application is One W	nich Requires Published Legal Not	ice = O Bomespur
	ID.	N 11:5 : 11:0	The state of the s	
	[D]	Notification and/or Co	ncurrent Approval by <u>BLM</u> or <u>SL</u> 6 - Commissioner of Public Lands, State Land Office	0 13354
	[E]	For all of the above, P	roof of Notification or Publication	is Attached, and/or, - Punple Section
		_		6.6
	[F]	Waivers are Attached		76224
[3]			TE INFORMATION REQUIRED	) TO PROCESS THE TYPE
	OF APPLI	CATION INDICATED ABOY	VE.	
[4]			he information submitted with this	
			y knowledge. I also understand tha	
applic	ation until the	required information and notifi	cations are submitted to the Division	on.
	No	ote: Statement must be completed by	an individual with managerial and/or su	pervisory capacity.
		1	IN .	, ,
Troo	a I Charms	(Xxila)	GUML Regulatory	Analyst 09/20/17
	or Type Name	Significant	Titla Regulatory	Allalyst Data
rimi 0	n Type ivaine	Sikwature D	- Title	Date
			tracie cherry(	@xtoenergy.com

e-mail Address

District I 1625 N. French Drive, Hobbs, NM 88240 District II

District II
811 S, First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410

<u>District IV</u> 1220 S. St Francis Dr, Santa Fe, NM 87505 State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B Revised August 1, 2011

### 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.

APPLICA	<u>ATION I</u>	OR SURFACE CO	MMINGLING	(DIVERSE	OWNERSHIP)	
OPERATOR NAME:	BOPCO,		- Tre difficulty			
OPERATOR ADDRESS:	6401 Holi	iday Hill Rd, Bldg 5 Suit	e 200, Midland, TX	79707		
APPLICATION TYPE:						
☐ Pool Commingling ☐ Lease	Commingling	g ■Pool and Lease Comm	ingling Off-Lease	Storage and Measur	ement (Only if not Surface	e Commingled)
LEASE TYPE:		State 🛛 Federal				
Is this an Amendment to exist						
Have the Bureau of Land Ma	anagement (	(BLM) and State Land of	fice (SLO) been not	afied in writing o	of the proposed comm	ingling
₩ 163 <u>   </u> 110		(A) POOL Please attach sheets w	COMMINGLIN		eren er	***************************************
			Calculated			T
(1) Pool Names and Codes		Gravities / BTU of Non- Commingled Production	Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
See Attached						
(4) Measurement type:	Metering [	of production? Yes	No If "yes", descri		ing should be approved	
		(B) LEASE Please attach sheets w	COMMINGLIN with the following in			
(1) Pool Name and Code.						
<ul><li>(2) Is all production from sam</li><li>(3) Has all interest owners been</li></ul>		supply? Yes No	ed commingling?	□Yes □N	0	
(4) Measurement type:   M	•		• •			
		(C) POOL and L				
(1) Complete Sections A and	E	Please attach sheets v	vith the following in	nformation		
(1) Complete Sections A and	E.					
	(I	) OFF-LEASE STO	RAGE and MEA	SUREMENT		
		Please attached sheets				
		supply? Yes No				
(2) Include proof of notice to	all interest o	wners.	*			
	(E) AT	DITIONAL INFOR	MATION (for all	annlication to	vnes)	
	(L) AL	Please attach sheets v			(Pes)	
(1) A schematic diagram of fa	acility, includ					
. ,	-	all well and facility location	s. Include lease numb	ers if Federal or St	ate lands are involved.	
(3) Lease Names, Lease and	Well Number	rs, and API Numbers.				
I hereby certify that the informa	tion above is	yue and complete to the be	st of my knowledge ar	id belief,		. 4
SIGNATURE:	W/A	Was TITL	E: Regulatory Analys	<u>it</u>	DATE: <b>Q</b>	7/20/17
TYPE OR PRINT NAME	Fracie J Cher	TV /		TE	LEPHONE NO.: <u>432/68</u>	3-2277

<u>Proposal for Pierce Canyon 17 Federal Battery</u> BOPCO, LP is requesting approval for Surface/Pool Commingle and Off-Lease measurement, sales and storage for the following wells:

Well Name (Property Code)	API	Loc ¼, ¼, Sec. Twp, Rng	Pool (NMOCD Pool Code)	BOPD	Grav	MCFPD	BTU			
Federal Lease: PA NMNM71016I to be expanded NMLC064894A (320 ac) & State (160 ac) Fed Royalty Rate: 12.5%										
Poker Lake Unit CVX JV PC 001H (313369)	30-015- 36635	SESE Sec 17 25S-30E	WC S253017P; Bone Spring (Gas)√ (97748)	27	48	196	1046			
Poker Lake Unit CVX JV RR 010H (313372)*	30-015- 42158	SESE Sec 17 25S-30E	Corral Canyon; Bone Spring, S (13354)	137	49.2	556	995.2			

<sup>\*</sup>Well has been deemed commercial. Paperwork to expand PA NMNM71016I to include well #10H has been submitted

Federal Lease: CA to be assign	ned NML	C064894A (160	ac) & State (80 ac) Fed Royalty	Rate: 1	2.5%		
Poker Lake CVX JV PC 021H	30-015-	SESE Sec 17	Corral Canyon; Bone Spring, S (13354)	55	52.7	115	1270.9
(313369)	42390	25S-30E					

Federal Lease: NMLC063875A	(162.98 ac	) Fed Royalty	Rate: 12.5%				
Poker Lake CVX JV RR 006H	30-015-	NWNW Sec 21	Corral Canyon; Bone Spring, S	13	48	148	1208.6
(313372)	40580	25S-30E	(13354)				

ſ	Federal Lease: NMNM71016X	NMLC 064	894 (640 ac)	Fed Royalty Rate: 12.5%				
	Poker Lake Unit #464H	30-015- 43623	SESE Sec 17 25S-30E	Purple Sage; Wolfcamp (98220)	700*	54*	7000*	1155*
ı		40020	200-001		1			

<sup>\*</sup>Well to be drilled. Information based on offset well production from Wolfcamp pool. Actual rates/values will be submitted upon completion.

Title:

Regulatory Analyst

Date:

### Proposal for Pierce Canyon 17 Federal Battery

List of all wells included in this request identified by lease and/or agreement number and Federal Royalty Rate is attached. Table includes location (SHL and BHL), NMOCD pool name and code, daily oil and gas production, oil gravity and gas BTU.

### Proposal for Oil & Gas Measurement and Allocation of Production:

The PLU Pierce Canyon 17 Fed Battery has four (4), 500 bbl oil tanks and two (2) fiberglass produced water tanks on the location. A total of five (5) wells will utilize this location as a common tank battery. Gas from the wells also flows to this battery, and then then to either a (metered) flare or through a gas "check meter" then to a common, Energy Transfer Company (ETC) gas sales meter (#57347) located across the lease road from the battery SWSW, Section 16. The PLU Pierce Canyon 17 Fed Battery sits on the well location for Poker Lake Unit CVX JV PC #1H, SESE Sec 17 25S-30E

Oil production from five (5) wells will flow from their respective locations to a header located on the East side of the facility. This header is configured to allow well #21H to be isolated and routed to dedicated metering separator. A fifth well, Poker Lake Unit #464H, will not flow through the header and will be routed directly through a dedicated metering separator. Oil production is allocated daily to the two isolated wells based on the readings of the NuFlow turbine test meter located off that well's metering separator. The remaining three wells' (#1H, #6H & #10H) production is routed from the header so that one well is in production phase and one well is in test phase at all times. Production is allocated to each of these three wells based on the monthly well test. All oil is sold through a LACT meter (#Z3949) into the pipeline. The LACT meter is proven quarterly. The LACT meter will be the designated FMP for oil at the facility.

Gas production is allocated in the same manner. After separation, the gas flow from wells #21H & 464H is routed to an individual Electronic Flow Meter (EFM); gas volume is allocated to each well based on the factor derived from using readings from each wells allocation meter and ETC sales meter (#57347). Gas production from wells #1H, #6H and #10H is allocated based on monthly well test using an allocation factor obtained from the EFM test meter (#PC 17-1) and ETC sales meter (#57347). All EFM gas meters are installed and calibrated per 43 CFR 3174 requirement. The ETC gas meter is calibrated per CFR 3174 requirements. The ETC gas meter will be the designated FMP for gas at the facility.

### Process and Flow Descriptions and Allocation Method:

The flow of production is shown in detail on enclosed facility diagram. A map is included with this application outlining lease boundaries, location of wells, facility, and gas sales meter. All wells are located inside the Poker Lake Unit boundaries.

The shared tank battery is located on the North side of the well pad for the Poker Lake CVX JV PC #1H located in the SESE Sec. 17, 25S-30E on Federal lease NMLC064894A. The production from all wells enters from the East side of the facility. This battery will contain two wells that will require dedicated metering separators.

Wells requiring dedicated metering separators are the Poker Lake Unit CVX JV PC COM #21H (containing State of New Mexico acreage) and the Poker Lake Unit #464H (a proposed well to be drilled to the Wolfcamp formation). With the exception of an additional two-phase, high pressure separator for well #21H, the flow process is the same. The wells combined production stream travels to the separation equipment where oil flows through a NuFlo turbine allocation meter and is then routed to a main oil line where it is combined with the other wells' production, then to one of four (4) steel oil tanks on the North side of the facility. If conditions warrant, each well's production can be routed through a heater treater before traveling to the storage tanks. The small amount of gas recovered from the heater treater is routed to the metered flare. Oil production is allocated daily to each well using the allocation factor obtained from the NuFlow turbine allocation meter and the LACT meter (#Z3949) readings.

Gas from these wells is discharged off the test vessels into a common gas line where it is either routed to a metered flare (#PLC17) or through the check meter (#30015386633) and then to the ETC sales meter

(#57347). There is an additional EFM located off the high pressure two-phase separator for well #21H. The volumes recorded on these meters is combined to determine the gas allocation factor for well #21H (both meters #TBA). Gas is allocated daily to each well using the allocation factor obtained from the volume recorded on the well's EFM(s) (TBA and #1462682934) and the ETC sales meter.

The remaining wells will be routed from the header to either a "test" side or a "main" side. The combined production stream from the well which is on test, flows to a two-phase test separator, where gas is discharged into a gas line and the water/oil stream goes to a free water knock out. Gas on the test side flows from the test knock out and combines with gas from the two-Phase separator and is routed through an Electronic Flow Meter (EFM) gas test meter (#PC17-1 Test). At this point, the gas travels into a common gas line, combines with the gas off the production side (including the heater treater if applicable) and then flows to either the EFM metered flare stack (#PLC17) on the North side of the location or on through the EFM check meter (#300153663) and ETC sales meter (#57347). Custody transfer occurs and royalty payment is made at the ETC sales meter.

After the two-phase test separator, the test well's oil/water stream travels to the test free water knockout. Oil is metered off the knock out using a NuFlow turbine test meter. The oil then flows into a common production line where it flows to one of four (4) steel oil tanks. If conditions warrant, the oil can be routed to the heater treater and then into one of the four (4) steel oil tanks. The small amount of gas recovered at the heater treater is routed to the metered flare line. Oil from the tanks is sold through a LACT meter (#Z3918) directly into the BOPCO PLU pipeline. Each well is put into test for 24 hours at least once a month.

The oil allocation factors for wells #1H, #6H and #10H are determined using the amount recorded on a NuFlo turbine meter located off the main free water knock out. The amount is allocated monthly to the three (3) wells based on their 24 hr. well test.

The wells which are not in test are routed to the production side of the facility. The produced fluid stream enters a Two-Phase "main" separator where gas is discharged into the gas line and the oil/water stream flows to the main production free water knockout. From the knockout, oil travels through a NuFlo turbine meter the is discharged into the common oil line and routed to storage tanks. If conditions are warranted, this production stream can be routed through a heater treater and finally to the oil storage tanks. The small amount of gas recovered at the heater treater is routed to the metered flare line

The facility is equipped with metered Vapor Recovery Units (#134952508) to capture emissions. Gas is routed either back into the sales line or through the fuel use meter (PLC17 Fuel Gas) to run the compression equipment. Gas recorded on either meter is allocated to each well based on that wells allocated oil production. The tanks are also equipped with low pressure valves that can release vapors to a low pressure line routed to the flare in case of a VRU failure.

At this facility, Poker Lake Unit CVX JV RR 10H utilizes gas lift technology. All five wells contribute gas to be used in the gas lift compressor located on the wellpad directly west of the facility. The gas lift compressor is electric so no fuel use requires allocation.

Onsite sales compression is required for the five wells. Gas in the common gas line is diverted through a fuel use meter (#PLC17 Fuel Gas) prior to the gas sales meter (#57347) to run this sales compressor. Compressor fuel use is allocation back to each of the five (5) wells using the fuel gas meter reading and the same gas allocation meter used for sales.

### Summary:

The commingling of production is in the interest of conservation and minimizing waste and will result in the most effective and economic means to maximize the ultimate economic recovery of the reserves in place from the affected wells. The proposed commingling and allocation will not result in reduced royalty or improper measurement of production. The proposed commingling will reduce the surface facility footprint and overall emissions.

BOPCO, L.P. understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

Working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached).

The BLM and NMOCD will be notified of any future changes in the facilities.

### Proposal for Pierce Canyon 17 Federal Battery

BOPCO, LP is requesting approval for Surface/Pool Commingle and Off-Lease measurement, sales and storage for the following wells:

Well Name (Property Code)	API	Loc ¼, ¼, Sec. Twp, Rng	Pool (NMOCD Pool Code)	BOPD	Grav	MCFPD	вти					
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Federal Lease: CA to be assig	ned NMLC	C064894A (160 a	ac) & State (80 ac) Fed Royalty F	Rate: 12	.5%		
Poker Lake CVX JV PC 021H	30-015-	SESE Sec 17	Corral Canyon; Bone Spring, S (13354)	55	52.7	115	1270.9
(313369)	42390	25S-30E				L	

Federal Lease: NMLC063875A	(162.98 ac	) Fed Royalty I	Rate: 12.5%				
Poker Lake CVX JV RR 006H	30-015-	NWNW Sec 21	Corral Canyon; Bone Spring, S	13	48	148	1208.6
(313372)	40580	25S-30E	(13354)				

Federal Lease: NMNM71016X	NMLC 064	1894 (640 ac)	Fed Royalty Rate: 12.5%				
Poker Lake Unit #464H	30-015-	SESE Sec 17	Purple Sage; Wolfcamp (98220)	700*	54*	7000*	1155*
	43623	25S-30E					

<sup>\*</sup>Well to be drilled. Information based on offset well production from Wolfcamp pool. Actual rates/values will be submitted upon completion.

Title:

Regulatory Analyst

Date:

		Oil Gravity	BOPD X				MCFPD X	
Well Name	BOPD	@60 deg.	gravity	Value /BBL	MCFPD	Dry BTU	BTU	Value/mcf
PLU CVX JV PC 1H	27	48	1296		196	1046	205016	
PLU CVX JV PC 21H	55	52.7	2898.5		115	1270.9	146153.5	
PLU CVX JV RR 6H	13	48	624	And the second s	148	1208.6	178872.8	The state of the s
PLU CVX JV RR 10H	137	49.2	6740.4	And the second s	556	995.2	553331.2	
PLU 464H	700	54	37800		7000	1155	8085000	
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Crude oil for Poker Lake is sold based on the aggregate API of 45 degrees at the CDP. Oil that is low sulphur content with a API gravity less than 45 is sold as sweet with no deduction.

Price for MMBTU is the combined BTU value at the sales meter. There are no deductions based on quality or sulfur content. Given the similarity of btu contents, there should be no significant price difference or sensitivity to allocation factors.

Title:

Regulatory Analyst

Date:

District 1 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 Prone: (3/5) 393-0161 Fax: (5/5) 393-0/20 <u>Pistrict II</u> 811 S. First St., Artesia. NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u> 1000 Rio Brazos Road. Aztec. NM 87410

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

Revised August 1, Submit one copy to appropriate District Office

Form C-102

Phone: (505) 334-6178 District JV					Santa Fe, NI	M 87505			NIDED DEDODT
1220 S. St. Francis Dr.								LI AME	NDED REPORT
Phone: (505) 476-3460	rax: (303) 4/6-		ELL LC	CATIO	N AND ACR	EAGE DEDIC	CATION PLA	AT ESSECT	we Hall
ı	API Number	Г		<sup>2</sup> Pool Cod	c		3 Pool Na	me //	
3	0-015-42390			13354			Corral Canyon; Bon	e Spring, S.	
*Property C	24	-			Poker Lake CVX			41	Veli Number 021H
OGRID 1					Operator 1	Name			Elevation
260737					ворсо,	LP			3233
					<ul> <li>Surface 1</li> </ul>	Location			
UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
P	17	255	30E		330	South	675	East	Eddy
	······································		» Во	ttom Ho	le Location If	Different From	n Surface		
UL or lot no.	Section	Township	Range	Lot Min	Feet from the	North/South line	Feet from the	East/West line	County
ı	08	258	30E		2315	South	671	East	Eddy
<sup>12</sup> Dedicated Acres 240	S Joint or	म् विस्ता । ।	Consolidation (	Code B O	nder No.				
No allowable	nzill he as	scianed to 1	his compl	ation until	all interests hav	re heen consolidat	ed or a non-stan	dard unit has bee	n approved by the

division.

•				<sup>17</sup> OPERATOR CERTIFICATION  I have by certify that the information contained have in is true and complete to the
			- 1	best of my knowledge and belief, and that this organization either owns a
			ł	working interest or unlessed mineral interest in the land including the proposed
			- 1	hottom hale location or has a right to drill this well at this location pursuant to a
· I				contract with an owner of such a mineral or working interest, or to a voluntary
	. "}			pooling agreement or a compulsory pooling order haretofure entered by the
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			4	"SURVEYOR CERTIFICATION
		i }	4	I hereby centify that the well location shown on this plat was
		! !	4	plotted from field notes of actual surveys made by me or under
1		! i	- 1	my supervision, and that the same is true and correct to the best
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### State of New Mexico

Form C-102 Reviséd August 1, 2011

Rubmit one copy is appropriate

### OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

WELL TOURNON THE TOURS OF BEING STATES

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-42158 / 3-35-4 Corral Canyon; Bone Spring, S.

Property 6666 Froperty Name Well Number 313372 Poker Lake Unit CVX JV RR 010H Gravity Name 1260737 BOPCO, L.P. 3232'

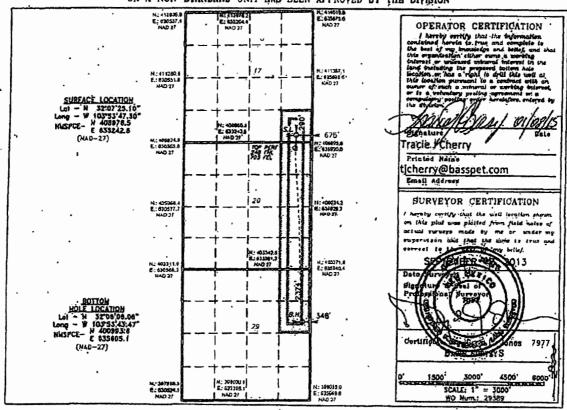
Surface Location

UL or lot No. Section Township Range Lot Idn Feet from the North/South line Peet from the East/Rest line County
P 17 25 S 30 E 290 SOUTH 675 EAST EDDY

Bottom Hole Location if Different From Surface

UL or tol No.	1 '				Past from the	North/Bouth line	Pool from the	Zapi/Post line	County
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Deglested You	Joint o	r Infili	nolldellan	Dode Or	der Hå.		,		
280			•			.'		•	

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



District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 Distric UII 1000 Rig Brazos Road, Aztec, NM 87410

### State of New Mexico Energy, Minerals & Natural Resources Department

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

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

District Office

Phone: (505) 334-6178 Fax: (505) 334-6170 ☐ AMENDED REPORT Santa Fe, NM 87505 2014 JW -9 P 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone; (505) 476-3460 Fax: (505) 476-3462 WELL LOCATION AND ACREAGE DEDICATION PLAT API Number <sup>2</sup> Pool Code 30-015-36635 97748 WC S253017P; Bone Spring (Gas) Well Number <sup>4</sup> Property Code 5 Property Name 313369 Poker Lake Unit CVX JV PC 1H Operator Name Elevation OGRID No. BOPCO, LP 3233 260737 Surface Location East/West line Feet from the North/South line Count UL or lot no. Section Township Lot Idn Feet from the 30E 350 South 350 East Eddy 17 **25S** "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 Eddy **25S** 30E North 401 East 17 368 12 Dedicated Acres 13 Joint or Infill Consolidation Code SOrder No. NSL - 6080 320

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.

I v			
1"	H : '	348'	"OPERATOR CERTIFICATION
	1.		I hereby certify that the information contained herein is true and complete
		BHL 1 401	to the best of my knowledge and belief, and that this organization either
		1	owns a working interest or unleased mineral interest in the land including
		1 1	the proposed bottom hole location or has a right to drill this well at this
	<b>U</b>	1 1	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
	Ä,	1	under heretefore entered by the stresson.
		1	Signature agreement agreement
		1	Tracie J Cherry Printed Name
		.l 1	ticherv@basspet.com E-mail Address
	<b>!</b> .:	·   ·	"SURVEYOR CERTIFICATION
		1 1	I hereby certify that the well location shown on this
		1 1	plat was plotted from field notes of actual surveys
	l		made by me or under my supervision, and that the
	11	1 1	
	CACAGE	1	same is true and correct to the best of my belief.
			Date of Survey
		l	Signature and Seal of Professional Surveyor:
		1	
	. 🔛		
		SHL.	
		1 750	Certificate Number
	<u> </u>	350	Seminar menter 1 Seminary

<u>District I</u> 1625 N. French Dr., 11abbs, NM 88240 Phone; (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Pax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Or., Santa Fe, NM 87505 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

<sup>2</sup> Pool Code

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

	☐ AMENDED REPORT
	<b>Afectarie</b> 03/01/14
WELL LOCATION AND ACREAGE DEDICATION PLAT	Affertive 03/01/14

<sup>3</sup> Pool Name

1.4	PI Number	•		2 Pool Code	,	•	<sup>3</sup> Pool Na	me			
30	0-015-40580			13354			Corral Carryon; Bone	Spring, South			
*Property C 31614					<sup>5</sup> Property Poker Lake CV				6 7	Well Number 006H	
OGRID N 260737				- Helitana	<sup>8</sup> Operator ? BOPCO,					Flevation 3241	
200737	L									,	
				Surface Location							
UL or lot no,	Section	Township	Range	Lot life	Feet from the	North/South line	Feet from the	East/Wes	t line	County	
D	21	255	30E		125	North	400		West	Eddy	
			" Bo	ttom Hol	le Location If	Different From	n Surface				
UL or lot no.	Section	Township	Range	Lot ich	Peet from the	North/South time	Peet from the	Bast/Wes	s line	County	
м	21	255	30B		101	South	389		₩csi	Eddy	
<sup>12</sup> Dedicated Acres 160	D Joint of	infill 14 (	Consolidation (	Code B Or	der 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.

1	145			"OPERATOR CERTIFICATION
H00'	5HL	,		I hereby certify that the information contained herein is true and complete to the
1				best of my knowledge and helief, and that this organization either owns a
. :		. Δα	cepted for record NMOCD	working interest or unlessed mineral interest in the land including the proposed
' i		,	NAIOCD	bottom hole location or less a right to drill this well at this location pursuant to a
] i			1 53 4 5 W. T.	contract with an owner of such a mineral or working interest, or to a voluntary
1				pooling agreement or a compulsory pooling order heretofore entered by the
• !				division.
				Law Phan / 05/02/16
1		l I		Tracie J Cherry Printed Name
	1	[ ]		Schern@basenet.com E-mail Address
				*SURVEYOR CERTIFICATION
1		1		I hereby certify that the well location shown on this plat was
!		•		plotted from field notes of actual surveys made by me or under
1 !		ı		my supervision, and that the same is true and correct to the best
I i		l		of my belief.
		1		
į				Date of Survey
				Signature and Seal of Professional Surveyor:
· i				
1 !		1		
4		1		
1		1		
309	BH-	l		Certificate Number

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 353-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Riu Brizos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 304-6170 District III

1220 S. St. Francis Dr., Senta Fe, NM 87505 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

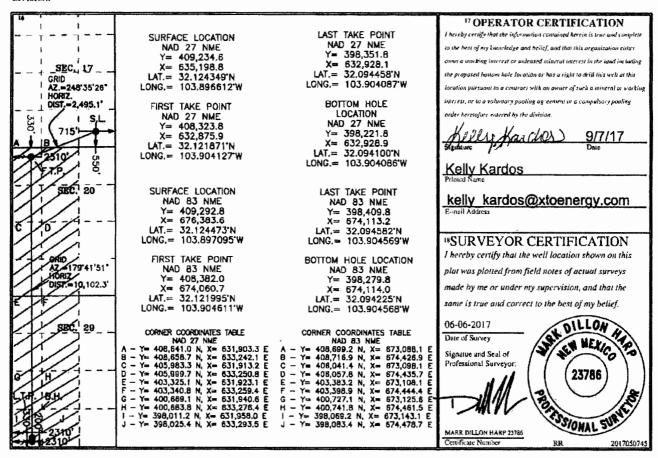
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

$\mathbf{WEL}$	L	LO	CA	TIC	NC	AND	AC	REA	GE	DEI	DIC	'AT	'ION	PL	AT

			MILLE DO	CALLO	I AND ACK	LAGE DEDIC	ATIONTE					
	API Number	,		<sup>3</sup> Pool Code		<sup>3</sup> Pool Name						
30-015-4	30-015-43623 98220 Purple Sage; Wolfcamp											
<sup>4</sup> Property (	Code			Name		6.	Well Number					
			464IH									
<sup>7</sup> OGRID	No.		1.	<sup>9</sup> Elevation								
260737			3239'									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County			
P	17	25 S	30 E		550	SOUTH	715	EAST	EDDY			
			" Bo	ttom Ho	le Location If	Different Fron	n Surface					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	Rast/West line	County			
N	N 29 25 S 30 E 200 SOUTH 2310 WEST								EDDY			
12 Dedicated Acres	13 Joint o	r Infili	Consolidation	Code 15 Or	rder No.							
640		R-14062										

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.



## CERTIFIED MAILING LIST BOPCO, LP PIERCE CANYON 17 FED BATTERY

Certified #7016 2070 0000 9005 6997

CHEVRON USA INC PO BOX 730436 DALLAS, TX 75373

Certified #7016 2070 0000 9005 7017

DEVON ENERGY PRODUCTION CO LP PO BOX 843559 DALLAS, TX 75284

Certified #7016 2070 0000 9005 7055

LINDA L YOUNG 203 E ECHO LN PHOENIX, AZ 85020

Certified #7016 2070 0000 9005 7086

ROLAND M MCLEAN 68 BALD EAGLE WAY CARBONDALE, CO 81623

Certified #7016 2070 0000 9005 7116

BMT O&G NM LLC 201 MAIN ST STE 2700 FORT WORTH, TX 76102

Certified #7016 1970 0000 4404 3459

LMBI O&G NM LLC 201 MAIN ST STE 2700 FORT WORTH, TX 76102

Certified #7016 1970 0000 4404 3428

SAMANTHA BASS FAM TR 201 MAIN ST STE 2700 FORT WORTH, TX 76102 Certified #7016 2070 0000 9005 7000

COMPOUND PROPERTIES LLC PO BOX 2990 RUIDOSO, NM 88355

Certified #7016 2070 0000 9005 7031

EMG REV TR DATED EILEEN M GROOMS TTEE 1000 W 4TH ST ROSWELL, NM 88201

Certified #7016 2070 0000 9005 7062

MARK MCCLELLAN &
PAULA MCCLELLAN H/W
PO BOX 730
ROSWELL, NM 88202

Certified #7016 2070 0000 9005 7093

SALLY M KOVAC PO BOX 165 EAGLE NEST, NM 87718

Certified #7016 2070 0000 9005 7123

CTV O&G NM LLC 201 MAIN ST STE 2700 FORT WORTH, TX 76102

Certified #7016 1970 0000 4404 3442

SRBI O&G NM LLC 201 MAIN ST STE 2700 FORT WORTH, TX 76102

Certified #7016 1970 0000 4404 3473

HYATT BASS FAM TR 201 MAIN ST STE 2700 FORT WORTH, TX 76102 Certified #7016 2070 0000 9005 7024

CONOCOPHILLIPS COMPANY
REAL PROPERTY ADMINISTRATION
PO BOX 7500

BARTLESVILLE, OK 74005

Certified #7016 2070 0000 9005 7048

HANSON MCBRIDE PETROLEUM CO

PO BOX 1515

ROSWELL, NM 88202

Certified #7016 2070 0000 9005 7079

PAUL SLAYTON PO BOX 2035 ROSWELL, NM 88202

Certified #7016 2070 0000 9005 7109

TOLES-COM LTD LIMITED PARTNERSHIP PO BOX 1300 ROSWELL, NM 88202

Certified #7016 2070 0000 9005 7130

KEYSTONE O&G NM LLC 201 MAIN ST STE 2700 FORT WORTH, TX 76102

Certified #7016 1970 0000 4404 3435

THRU LINE O&G NM LLC 201 MAIN ST STE 2700 FORT WORTH, TX 76102

I, Tracie J Cherry, do hereby certify the interest owners in the wells shown were notified, via certified mail, of BOPCO, LP's application to surface commingle production, store, measure and sell production off lease.

Signed:

Trac

Regulatory Analyst

Date:

Title:

11/13/17

Application to Surface Commingle BOPCO, LP Poker Lake Unit 261 Battery Eddy County, NM

Well	Prod. Start
PC 001H	Jan-09
PC 021H	Dec-14
RR 006H	Dec-12
RR 010H	Dec-14

	Cumulative											Past 6 Mc	onth	s Produc	tion								
Oil	Gas	Wtr	1	March			April				May				June				July	İ			Augu
			0	G	W	0		W		0	G	w		0	G	w		0	G	W		0	G
34,919	528,025	180,785	0	0	0	0		0		136	3,643	678	$\vdash$	782	9,033	2,847		830	6,105	4,476	$\neg$	488	139
109,653	283,613	181,766	1,918	6,685	2,384	1,6				2,441	7,313	3,093	$\vdash$	1,148	3,907	1,370		4,714	3,563	2,709	$\neg$	1,377	95
25,721	391,820	102,113	69	1,319	336	29		117	1	437	8,468	1,697		296	4,955	974		404	4,577	2,036	_	325	118
174,578	488,987	181,766	0	0	0	0		0		6,931	16,782	5,877		3,474	15,371	4,629		4,287	17,236		1	3,742	134
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6,320 5,042 3,663 17,273

Well Name	BOPD	Oil Gravity @60 deg.	BOPD X gravity	Value /BBL	MCFPD	Dry BTU	MCFPD X BTU	Value/mcf
PLU CVX JV PC 1H	27	48	1296		196	1046	205016	40,000
PLU CVX JV PC 21H	55	52.7	2898.5		115	1270.9	146153.5	Programme and the second section of the s
PLU CVX JV RR 6H	13	48	624	e den i del de committe com esta propria de commenciare e propria de commenciare de commenciare de commenciare	148	1208.6	178872.8	er and a secondary
PLU CVX JV RR 10H	137	49.2	6740.4		556	995.2	553331.2	er e garri, e grannenamen ann angeg
PLU 464H	700	54	37800		7000	1155	8085000	The state of the s
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The second secon					*	The state of the s		en miller voor is, 12, 18,907 – Samil Amerikalisiskiskiskiskiskiskiskiskis
TO THE TOTAL PROPERTY OF THE SECOND S			1	To the Company of the	N. N. O. O. Walter and M. Walt			g (to the contract of the cont
and the second control of the second of the	THE COMPLETE OF SECTION 1.	Acceptable and the second of the second	eng and the growing and section	- Maria Angling and Angling	dies sie in der vertreiten der vertreiten der vertreiten vertreite			** · · · · · · · · · · · · · · · · · ·
ar ayramaanka aa kundaan aranda kiida kad da ahkaday	" Procedure and the state of th	enta o control dell'este e control e control e sono	to him because a six and the movember	THE RESERVE OF THE PERSON OF T	1 -100 May 1 - 10 - 10 - 10 - 10 - 10 - 10 - 10 -			NATION NATIONAL CONTRACTOR OF THE CONTRACTOR OF
and the company of th		I . THE A COUNTY PROPERTY AND INSTRUCTION AND	TOOLS IN THE STATE OF LITTER WHICH INQUINE		okontonka papaka ajan ajahuanaan 1. 1.100 t	dispersion of the second of th	Vigori Aribe on our shooting position state of	and the second of the second second to be decided as a decided as
			and you there is the second account to the contract of					
Composite	932	52.9601931	49358.9		8015	1143.9	9168374	

Crude oil for Poker Lake is sold based on the aggregate API of 45 degrees at the CDP. Oil that is low sulphur content with a API gravity less than 45 is sold as sweet with no deduction.

Price for MMBTU is the combined BTU value at the sales meter. There are no deductions based on quality or sulfur content. Given the similarity of btu contents, there should be no significant price difference or sensitivity to allocation factors.

Track 100

Title: Regulatory Analyst



Date: October 4, 2017

To: Tracie Cherry

From: Trent Boneau

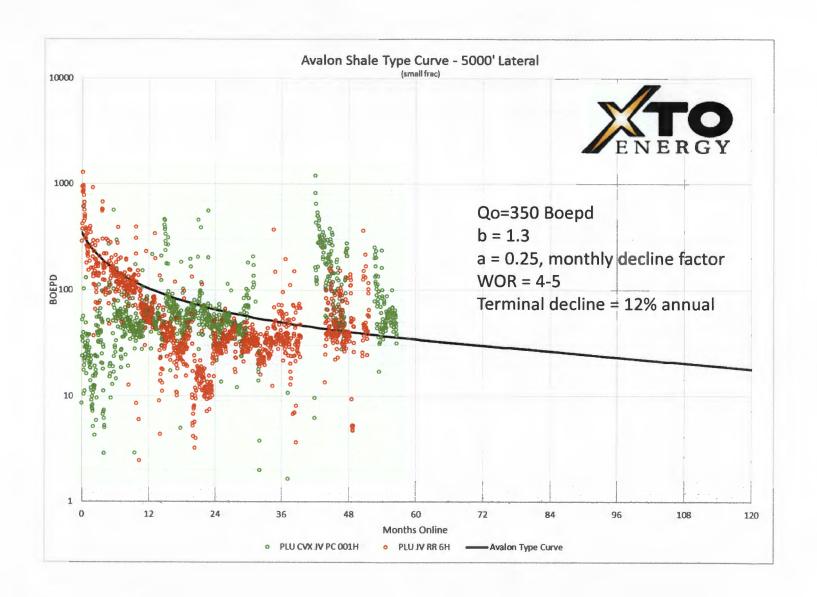
Re: Forecasted Declines: PLU Pierce Canyon Fed 17 Battery Wells

25S 30E Sec 17

**Eddy County, New Mexico** 

Poker Lake Unit CVX JV PC 001H, Poker Lake Unit CVX JV RR 010H and Poker Lake Unit CVX JV RR 006H have all been on production for over a year and have a current monthly decline of less than 5%. This puts them in Range 3 of their decline, as specified in Hearing Order R-14299. Therefore, the recommended testing frequency for commingling per the Well Test Method for these wells will be at least once a month for 24 hrs.

Trent Boneau Reservoir Engineering Advisor Delaware Basin Subsurface Team



### McMillan, Michael, EMNRD

From:

McMillan, Michael, EMNRD

Sent:

Wednesday, October 11, 2017 3:23 PM

To:

'Cherry, Tracie'

Cc:

Goetze, Phillip, EMNRD; Jones, William V, EMNRD; Lowe, Leonard, EMNRD

Subject:

Protested Application: Coriander AOC State SWD Well No. 1 (API 30-025-33531)

RE: Pierce Canyon 17 Federal Battery – Unit P, Section 17, T. 25 S., R. 30 E., NMPM, Eddy County, New Mexico.

#### Ms. Cherrie

OCD was notified that SRBI O&G LLC is protesting this application for approval of a salt water disposal well into the Devonian formation. SRBI O&G LLC has been identified as an affected person for the proposed surface commingle application. Therefore, you are being notified that if BOPCO, LP wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review. Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing. Please contact me with any questions regarding this matter.

### Contact for SRBI O&G LLC

James Bruce Attorney PO Box 1056 369 Montezuma, No. 213 Santa Fe, NM 87504 Phone: 505.982.2043

E-mail: jamesbruc@aol.com

Michael McMillan 1220 South St. Francis Santa Fe, New Mexico 505-476-3448 Michael.mcmillan@state.nm.us

### McMillan, Michael, EMNRD

From:

Davidson, Florene, EMNRD

Sent:

Thursday, October 19, 2017 10:16 AM

To:

Jones, William V, EMNRD; Goetze, Phillip, EMNRD; McMillan, Michael, EMNRD; Lowe,

Leonard, EMNRD

Subject:

FW: XTO commingling application

**Attachments:** 

Scan 304.pdf

I'm not sure who gets this, but I bet it's one of you.

From: jamesbruc@aol.com [mailto:jamesbruc@aol.com]

Sent: Thursday, October 19, 2017 10:10 AM

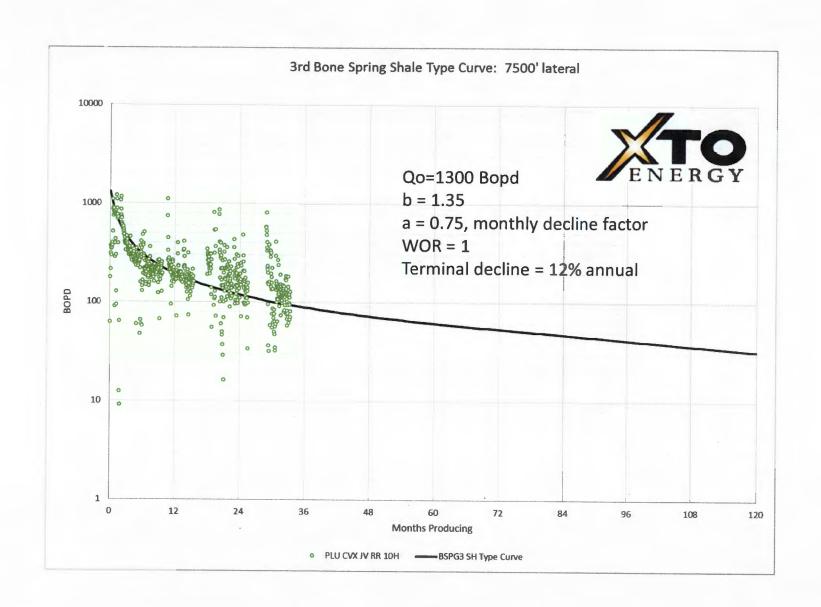
To: Davidson, Florene, EMNRD <florene.davidson@state.nm.us>

**Cc:** MMontgomery@BassPet.Com **Subject:** XTO commingling application

Florene: Attached is an objection letter I filed last week for SRBI. SRBI now withdraws its objection. Please inform the powers that be that the application may proceed through the administrative process.

Thanks.

Jim



JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamesbruc@aol.com

October 11, 2017

### Via e-mail

Florene Davidson
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: XTO Energy Inc.

Administrative application for surface commingling, etc.

RECEIVED OCU

2017 OCT 11 P 2: 52

Poker Lake Unit CVX JV PC Well No. 1H Poker Lake Unit CVX JV PC Well No. 21H Poker Lake Unit CVX JV RR Well No. 6H Poker Lake Unit CVX JV RR Well No. 10H

Poker Lake Unit Well No. 464H Eddy County, New Mexico

Dear Ms. Davidson:

SRBI O&G NM LLC objects to the above application because its correlative rights may be impaired if it is approved.

Very truly yours,

Attorney for SRBI O&G NM LLC

cc: XTO Energy Inc.

