

1-18-12 SUSPENSE ENGINEER DKB LOGGED IN 1.18.11 TYPE NSL APP NO. 1201859460

ABOVE THIS LINE FOR DIVISION USE ONLY

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



RECEIVED UCD 162683  
Cimarex  
SOUTHEAST LEASES  
33 Fed  
#3H

# 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.

James Bruce  
P.O. Box 1056  
Santa Fe, New Mexico 87504

Signature

Title

Date

e-mail Address

James Bruce

Attorney

11/14/12

jamesbruce@aol.com

B-33-195-32E

Leaf Fed

6554

PTG W

**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](mailto:jamesbruc@aol.com)

January 14, 2012

David K. Brooks  
Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Dear Mr. Brooks:

Pursuant to Division Rule 104.F(2), Cimarex Energy Co. of Colorado applies for approval of an unorthodox oil well location for the following well:

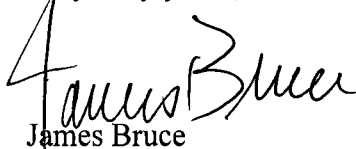
<u>Well:</u>	Southeast Lusk 33 Fed. Well No. 3
<u>Surface location:</u>	25 feet FNL & 2460 feet FEL
<u>Penetration Point:</u>	310 feet FNL & 2413 FEL
<u>Bottom hole location:</u>	330 feet FSL & 1980 feet FEL
<u>Well Unit:</u>	W½E½ §33-19S-32E, Lea County, New Mexico

The well is a horizontal well which will be drilled to a depth sufficient to test the Bone Spring formation (South Lusk-Bone Spring Pool). Under statewide rules, the pool has 40 acre spacing, and wells to be located no closer than 330 feet to a quarter-quarter section line. A Form C-102 for the well is attached as Exhibit A.

There are large dunes at standard locations, so the well was moved north and west to avoid the dunes. Moving south would have significantly shortened the lateral. Exhibit B.

A land plat identifying affected offsets is attached as Exhibit C. Notice of this application was mailed to the offset, as indicated on Exhibit D.

Very truly yours,

  
James Bruce

Attorney for Cimarex Energy Co. of Colorado

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

DISTRICT II  
1901 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 and Natural Resources Department

Form C-102  
Revised July 16, 2010

Submit one copy to appropriate  
District Office

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 41460	Pool Name Lusk; Bone Spring, South
Property Code	Property Name SOUTHEAST LUSK "33" FEDERAL	Well Number 3H
OGRID No. 162683	Operator Name CIMAREX ENERGY CO. OF COLORADO	Elevation 3560'

Surface Location

UL or lot No. B	Section 33	Township 19 S	Range 32 E	Lot Idn	Feet from the 25	North/South line NORTH	Feet from the 2460	East/West line EAST	County LEA
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Bottom Hole Location If Different From Surface

UL or lot No. O	Section 33	Township 19 S	Range 32 E	Lot Idn	Feet from the 330	North/South line SOUTH	Feet from the 1980	East/West line EAST	County LEA
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Dedicated Acres 160	Joint or Infill	Consolidation Code	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

<p>SHL &amp; PP Bone Spring 25 FNL &amp; 2460 FEL</p>	<p><b>SURFACE LOCATION</b> Lat - N 32°37'26.64" Long - W 103°46'14.06" MSPCE - N 591224.5 E 714596.5 (NAD-83)</p>	<p>2460'</p> <p>3558.9' 3564.1' 3558.6' 3560.2'</p>	<p><b>OPERATOR CERTIFICATION</b> I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this 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 order heretofore entered by the division.</p> <p>9/8/2011 Signature _____ Date _____ Zeno Farris Printed Name _____ zfarris@cimarex.com Email Address _____</p>
<p>EOC 310 FNL &amp; 2431 FEL</p>			<p><b>SURVEYOR CERTIFICATION</b> 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.</p> <p>DATE SURVEYED _____ SIGNATURE &amp; SEAL OF PROFESSIONAL SURVEYOR _____ GARY L. JONES NEW MEXICO 7977</p>
<p>BHL 330 FSL &amp; 1980 FEL</p>	<p><b>PROPOSED BOTTOM HOLE LOCATION</b> Lat - N 32°36'37.95" Long - W 103°46'08.50" NMSPCE - N 586306.60 E 715097.79 (NAD-83)</p>	<p>1980'</p>	<p>Certificate No. Gary L. Jones 7977 24234</p>

EXHIBIT A

13

Lat - N 32°37'26.64"  
Long - W 103°46'14.06"  
NMSPCE- N 591224.5  
E 714596.5  
(NAD-83)

FROM THE JUNCTION OF LUSK AND MALJAMAR, GO SOUTH ON MALJAMAR FOR 1.7 MILES TO LEASE ROAD, ON LEASE ROAD GO EAST 1.1 MILES TO LEASE ROAD, ON LEASE ROAD GO SOUTH TURNING EAST 0.2 MILES TO PROPOSED LEASE ROAD.

**BASIN SURVEYS** P.O. BOX 1786—HOBBS, NEW MEXICO

Drawn By: J. SMALL

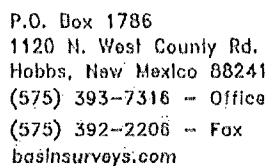
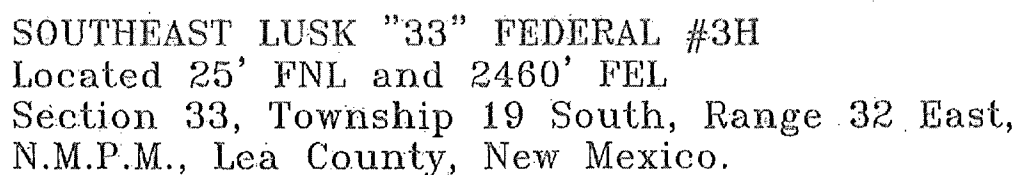
200 0 200 400 FEET

SCALE: 1" = 200'

**CIMAREX ENERGY CO. OF COLORADO**

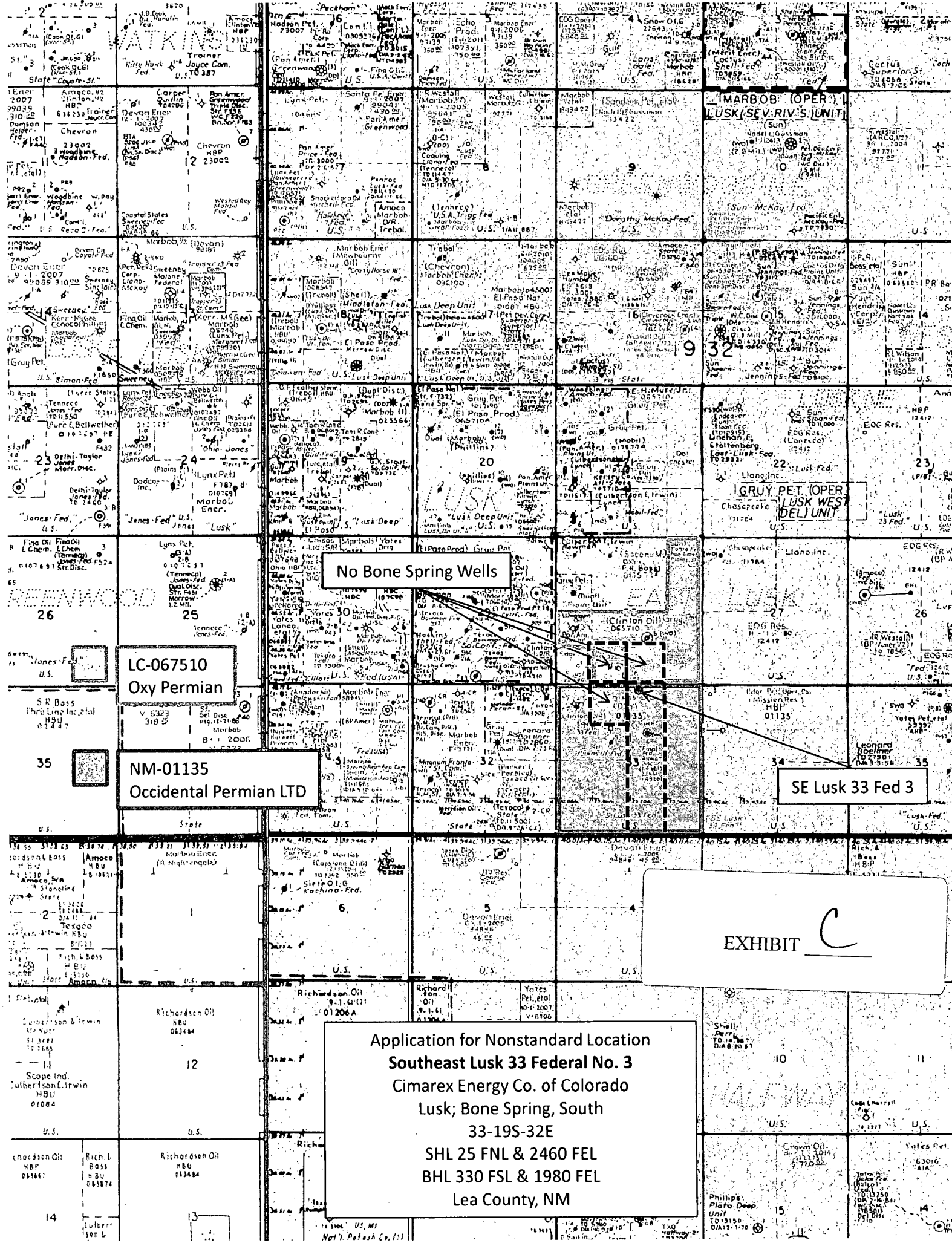
N.M.P.M., LEA COUNTY, NEW MEXICO.

Sheet 1 of 1 Sheets



Date: 03-15-2011

CIMAREX  
ENERGY CO.  
OF COLORADO



No Bone Spring Wells

LC-067510  
Oxy Permian

NM-01135  
Occidental Permian LTD

SE Lusk 33 Fed 3

Application for Nonstandard Location  
Southeast Lusk 33 Federal No. 3  
Cimarex Energy Co. of Colorado  
Lusk; Bone Spring, South  
33-19S-32E  
SHL 25 FNL & 2460 FEL  
BHL 330 FSL & 1980 FEL  
Lea County, NM

EXHIBIT C

**JAMES BRUCE**  
ATTORNEY AT LAW

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[jamesbruc@aol.com](mailto:jamesbruc@aol.com)

January 14, 2012

Certified Mail - Return Receipt Requested

Occidental Permian Ltd.  
5 Greenway Plaza  
Houston, Texas 77046

Ladies and gentlemen:

Cimarex Energy Co. of Colorado has filed an application with the New Mexico Oil Conservation Division seeking an unorthodox oil well location in the W $\frac{1}{2}$ E $\frac{1}{2}$  of Section 33, Township 19 South, Range 32 East, N.M.P.M., Lea County, New Mexico. A copy of the application is enclosed. You offset the well. If you object to the application, you must notify the Division in writing no later than 20 days from the date of this letter (the Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,

  
James Bruce

Attorney for Cimarex Energy Co. of Colorado

EXHIBIT D