

ABOVE THIS LINE FOR DIVISION USE ONLY

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



30-045-24863  
 Gallegos Canyon Unit #168E  
 BP America

**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

2013 APR 29 P 1:26  
 RECEIVED OGD

- [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.

Toya Colvin

Print or Type Name

*Toya Colvin*  
 Signature

Regulatory Analyst

Title

4/25/13

Date

Toya.Colvin@bp.com  
 e-mail Address



**BP America Production Company**

Toya Colvin  
Regulatory Analyst  
501 Westlake Park Boulevard, Rm 4.423B  
Houston, Texas 77079  
281-366-7148

April 25, 2013

**CERTIFIED MAIL:**

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

RE: Application for Administrative Approval for Non-Standard Location  
Gallegos Canyon Unit 168E  
836' FNL and 1573' FWL  
Unit C Section 19, Township 28N, Range 11W  
San Juan County, New Mexico  
Basin Dakota & Pinon Gallup-Pool Formations

Dear Sir or Madam,

BP America respectfully requests administrative approval for a non-standard location for the above referenced well. Attached for your reference are the following exhibits:

1. Administrative Application Checklist
2. Well Location Plat ( C-102) & Survey Plat
3. List of Offset Operators

The subject well was drilled and completed on November 21, 1981 in the Basin Dakota on a 317.92 acre unit. BP America would like to re-complete the subject well in the Pinon Gallup formation, which is within the Pinon Gallup Oil Pool on an 80 acre lay down unit, set a CIBP over the Basin Dakota and produce from the Pinon Gallup until we establish a steady production rate, then remove the CIBP and downhole commingle with the existing Basin Dakota. The Dakota (71599) & the Pinon Gallup (50380) pools are pre-approved for DHC per NMOCD Case No. 12520; Order No. R-11567 effective 04/26/2001. Although the interest owners are not identical between these two pools, this same order established approval for subsequent applications for DHC of production in wellbores within the GCU without notice to the unit interest owners. BP is currently awaiting downhole commingle approval

from the NMOCD. The rules state that the well should be located within 150 feet of the center of the quarter-quarter section in the 80 acre unit of the Pinon Gallup Oil Pool. The existing location will not conform to the required footages. A new well would not be economically feasible to drill for just the Pinon Gallup formation. The current wellbore is in acceptable condition for the recompletion attempt with no additional work being required. By moving up the hole to the Pinon Gallup formation, BP America would be able to minimize environmental impact in obtaining additional production and protection of correlative rights.

BP America, Burlington Resources Oil & Gas Co. LP, and Four Star Oil & Gas are offset operators in the Gallegos Canyon Unit, therefore notification of the non-standard location application is required and has been sent by certified mail to Burlington Resources, and Four Star Oil & Gas. If you need any additional information, please feel free to contact me at 281-366-7148.

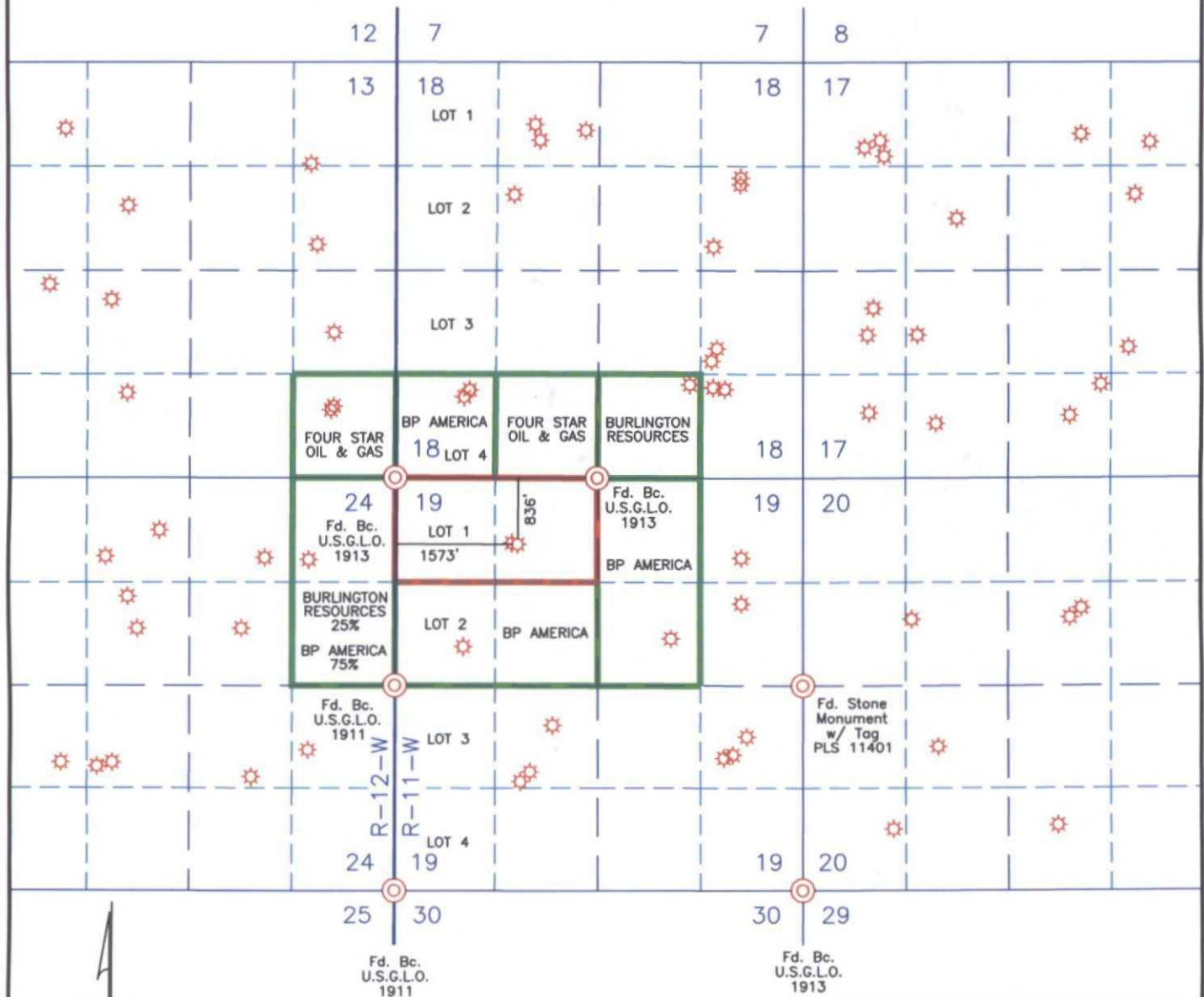
Sincerely,

A handwritten signature in black ink, appearing to read "Toya Colvin", with a long horizontal flourish extending to the right.

Toya Colvin  
Regulatory Analyst



EXHIBIT A  
GALLEGOS CANYON UNIT #168E  
NORTH 1/2 OF THE NW 1/4 OF SECTION 19, T-28-N, R-11-W, N.M.P.M.,  
SAN JUAN COUNTY, NEW MEXICO



0 1000 2000  
SCALE: 1"=2000'

LEGEND:  
[Red Outline] PINION GALLUP  
[Green Outline] OFFSET LESSEE  
[Red Star] EXISTING WELL



P.O. BOX 3651  
FARMINGTON, NM 87499  
OFFICE: (505) 334-0408

SURVEYED: 03/25/13

REV. DATE:

CHECKED BY: A.D.

DRAWN BY: M.B.

DATE DRAWN: 04/15/13

FILE NAME: 10479M01

DISTRICT I  
1625 N. French Dr., Hobbs, N.M. 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720

DISTRICT II  
811 S. First St., Artesia, N.M. 88210  
Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III  
1000 Rio Brazos Rd., Artesia, N.M. 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV  
1220 S. St. Francis Dr., Santa Fe, N.M. 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, N.M. 87505

Form C-102

Revised August 1, 2011

Submit one copy to appropriate

District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number <b>30-045-24863</b>	<sup>2</sup> Pool Code <b>71599 &amp; 50380</b>	<sup>3</sup> Pool Name <b>BASIN DAKOTA</b>
<sup>4</sup> Property Code <b>000570</b>	<sup>5</sup> Property Name <b>GALLEGOS CANYON UNIT</b>	<sup>6</sup> Well Number <b>168E</b>
<sup>7</sup> OGRI No. <b>000778</b>	<sup>8</sup> Operator Name <b>BP AMERICA PRODUCTION COMPANY</b>	<sup>9</sup> Elevation <b>5598</b>

<sup>10</sup> Surface Location

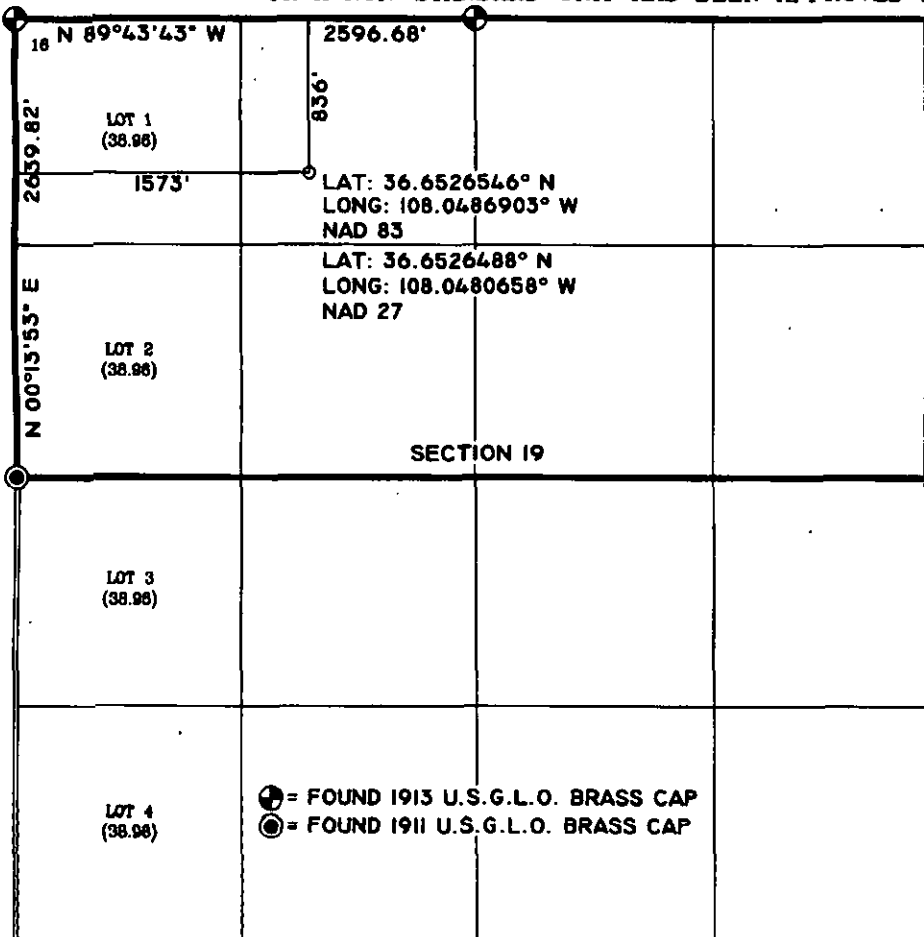
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<b>C</b>	<b>19</b>	<b>28 N</b>	<b>11 W</b>		<b>836</b>	<b>NORTH</b>	<b>1573</b>	<b>WEST</b>	<b>SAN JUAN</b>

<sup>11</sup> 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

<sup>12</sup> Dedicated Acres <b>317.92</b>	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	Order No. <b>R-11567</b>
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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



<sup>17</sup> OPERATOR CERTIFICATION

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.

*Toya Colvin* 4/25/13  
Signature Date  
Toya Colvin  
Printed Name  
Toya.Colvin@bp.com  
E-mail Address

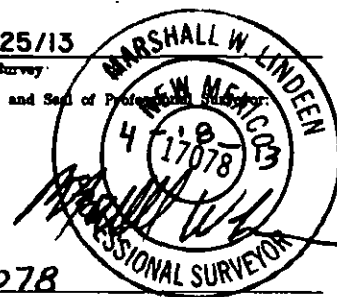
<sup>18</sup> SURVEYOR CERTIFICATION

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.

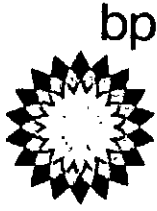
03/25/13

Date of Survey

Signature and Seal of Professional Surveyor



17078  
Certificate Number



**BP America Production Company**

Toya Colvin  
Regulatory Analyst  
501 Westlake Park Boulevard, Rm 4.423B  
Houston, Texas 77079  
281-366-4632

April 25, 2013

CERTIFIED MAIL:  
Four Star Oil & Gas  
c/o Chevron USA Inc.  
Attn: Cory Wilson  
1400 Smith Street  
Houston, TX 77002

RE: Application for Administrative Approval for Non-Standard Location  
Gallegos Canyon Unit Com 168E  
836' FNL and 1573' FWL  
Unit C Section 19, Township 28N, Range 11W  
San Juan County, New Mexico  
Basin Dakota & Pinon Gallup -Pool Formations

Dear Sir or Madam,

Enclosed please find a copy of the above captioned application that has been sent to the NMOCD for administrative approval. Should you not agree with this request, please notify the NMOCD within 20 days of the date of this application. Should you have any questions, concerning the operations, please feel free to contact me at 281-366-7148.

Sincerely,

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Toya Colvin  
Regulatory Analyst



**BP America Production Company**

Toya Colvin  
Regulatory Analyst  
501 Westlake Park Boulevard, Rm 4.423B  
Houston, Texas 77079  
281-366-4632

April 25, 2013

**CERTIFIED MAIL:**

Burlington Resources Oil & Gas Co. LP  
Attn: Land Dept.  
P.O. Box 4289  
Farmington, NM 87499-4289

RE: Application for Administrative Approval for Non-Standard Location  
Gallegos Canyon Unit Com 168E  
836' FNL and 1573' FWL  
Unit C Section 19, Township 28N, Range 11W  
San Juan County, New Mexico  
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Sincerely,

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Toya Colvin  
Regulatory Analyst

OFFSET OPERATORS AND OWNERS FOR GALLEGOS CANYON UNIT 168E

BP America Production Co.  
501 Westlake Park Blvd.  
Houston, TX 77079

Burlington Resources Oil & Gas Co. LP  
P.O. Box 4289  
Farmington, NM 87499-4289  
Attn: Land Dept.

Four Star Oil & Gas  
c/o Chevron USA Inc.  
Attn: Cory Wilson  
1400 Smith Street  
Houston, TX 77002



## SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

## 1. Article Addressed to:

Four star Oil & Gas  
c/o Chevron USA Inc.  
Attn: Cory Wilson  
1400 Smith Street  
Houston, TX 77002

2. Article  
(Transit)

7003 0500 0004 9182 0720

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

## COMPLETE THIS SECTION ON DELIVERY

## A. Signature

X

- ☐
- Agent
- 
- ☐
- Addressee

## B. Received by (Printed Name)

## C. Date of Delivery

- D. Is delivery address different from item 1? ☐ Yes  
If YES, enter delivery address below: ☐ No

## 3. Service Type

- ☒ Certified Mail ☐ Express Mail  
☐ Registered ☒ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

## SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

## 1. Article Addressed to:

Farmington Resources Oil & Gas  
LP  
Attn: Land Dept.  
PO Box 4289  
Farmington, NM 87499-4289

2. Article Number  
(Transfer from service it)

7003 0500 0004 9182 0690

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

## COMPLETE THIS SECTION ON DELIVERY

## A. Signature

X

- ☐
- Agent
- 
- ☐
- Addressee

## B. Received by (Printed Name)

## C. Date of Delivery

- D. Is delivery address different from item 1? ☐ Yes  
If YES, enter delivery address below: ☐ No

## 3. Service Type

- ☒ Certified Mail ☐ Express Mail  
☐ Registered ☒ Return Receipt for Merchandise  
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- Attach this card to the back of the mailpiece, or on the front if space permits.

## 1. Article Addressed to:

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

2. Article Number  
(Transfer from service label)

7003 0500 0004 9182 1987

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

## COMPLETE THIS SECTION ON DELIVERY

## A. Signature

X

- ☐
- Agent
- 
- ☐
- Addressee

## B. Received by (Printed Name)

## C. Date of Delivery

- D. Is delivery address different from item 1? ☐ Yes  
If YES, enter delivery address below: ☐ No

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- ☒ Certified Mail ☐ Express Mail  
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