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		Y For all of	the above F	Proof of Notification	or Publication is	s Attached and/or
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## [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.

Brian Wood	A verel	Consultant	4-24-15
Print or Type Name	Signature	Title	Date
		brian@permitswest	.com

e-mail Address



# REQUEST FOR ADMINISTRATIVE APPROVAL APACHE CORPORATION'S T REX STATE 3 30-015-41772 SHL: 875' FNL & 2430' FEL BHL: 875' FNL & 2310' FEL SECTION 31, T. 17 S., R. 28 E., EDDY COUNTY, NM

I. This proposed oil well is on private surface and a State oil and gas lease in a smaller than standard quarter-section (below). The well is nonstandard (98' too far west as measured at the first take point) for the Artesia; Glorieta-Yeso Pool (96830) due to a guyed communication tower on the east (see EXHIBIT A). Apache requests a nonstandard location due to land uses. A standard vertical location would force a communication tower to be moved. In addition, there are 2 existing oil wells (Empire; Yates – Seven Rivers), 4 other proposed Apache wells (all Artesia; Glorieta-Yeso), multiple roads (including a county road), and an overhead power line in the quarter-quarter.

A standard location must be  $\geq$ 330' from the boundary of the quarterquarter according to Order R-8539 et al. In this case, the first take point is  $\approx$ 232' from the west side of unit letter B. (The north side of the NE4 of Section 31 is shorter than normal. Length of the north side of NE4 Section 31 is 2,581.92' instead of 2,640'.)



II. Form C-102 showing the well and 40-acre dedication is attached as Exhibit B. The first take point is  $\approx$ 98' too far west.

III. Lease boundaries are shown on EXHIBIT C. The well encroaches to the west, southwest, and south. Artesia; Glorieta-Yeso (O) {96830} dedications exist in unit letters A, B, and H of Section 31. Red Lake; Glorieta-Yeso, Northeast {96836} dedications exist in unit letters N, O, and P of Section 30 and unit letter G of Section 31. There are no Glorieta or Yeso dedications in unit letters C and F of Section 31. See Exhibit D for Glorieta-Yeso unit operators. This information is current and correct.

IV. Archaeology is not an issue.

V. Surface issues (guyed communications tower) and the need to prevent waste and recover additional reserves drive the need for this nonstandard location.

VI. I hereby attest that I, on or before the date that the application was submitted to the division, sent notification to the affected persons (see EXHIBIT E) by certified mail, return receipt requested, advising them that if they have an objection it must be filed in writing within 20 days from the date the division receives the application. These affected persons have working or royalty interests in quarter-quarters that border the 40-acre spacing unit. Said notice was sent to:

COG Operating LLC Eako LLC and Valko LLC NM State Land Office

Brian Wood, Consultant

4-24-15

Date



STATE OF NEW MEXICO

COUNTY OF SANTA FE

The foregoing instrument was acknowledged before me this 23rd day of April, 2015 by Brian Wood. Witness my hand and official seal.

Heplann Notary Public



My Commission Expires: <u>2-12-2017</u> Business Address: 37 Verano Loop, Santa Fe NM 87508

) )SS:

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cc: Flores





DISTRICT 1 1625 N. French Dr., Hobbs, NNI 88240 Phone: (575) 393-0161 Fax. (575) 393-0720 DISTRICT II 811 S. Frst St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 DISTRICT III 1000 Rio Brazos Road, Aziec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

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## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

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

DAMENDED REPORT

EXHIBIT B

### API Number Pool Code GI & 30 A-La Signi Calax a Tar a V a

30-015-41772	96830 Artesia, Gloriet	a - Yeso
Property Code	Property Name	Well Number
40198	T REX STATE	3
OGRID No.	Operator Name	Elevation
873	APACHE CORPORATION	3695'
	Surface Location	

UL or lat No	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	31	17-S	28-E		875	NORTH	2430	EAST	EDDY

### Bottom Hole Location If Different From Surface UL or lot No. Feet from the North/South line Section Township Range Lot Idn Feet from the East/West line County В NORTH 2310 EAST EDDY 31 17-S 28-E 875 Dedicated Acres Joint or Infill Consolidation Code 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

S. F.T.P	B.H. AND L. OOL.T.P 2310'	OPERATOR CERTIFICATION I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore enterod by the division.
CORNER COORDINATES TABLE NAD 27 NME A - Y= 653936.3 N, X= 536573.5 E B - Y= 653945.4 N, X= 537863.1 E C - Y= 652639.0 N, X= 537880.9 E D - Y= 652626.3 N, X= 536588.7 E	GEODETIC COORDINATES NAD 83 NME   GEODETIC COORDINATES NAD 27 NME     SURFACE LOCATION   SURFACE LOCATION     Y= 653125.6 N   Y= 653062.6 N     X= 577916.1 E   X= 536736.9 E     LAT.=32.795417 N   LAT.=32.795302' N     LONG.=104.214294' W   LONG.=104.213782' W     LAT.=32'47'44' N   LAT.=32'47'43'' N     LONG.=104'12'51'' W   LONG.=104'12'49'' W	Muhille Cooper 3-5 Signature Michelle Cooper Printed Name michelle. cooper Dapacher E-mail Address
CORNER COORDINATES TABLE NAD 83 NME A - Y= 653999.3 N, X= 577752.7 E B - Y= 654008.3 N, X= 579042.3 E C - Y= 652701.9 N, X= 579060.0 E D - Y= 652689.2 N, X= 577767.9 E	FIRST TAKE POINT FIRST TAKE POINT   NAD 83 NME NAD 27 NME   Y= 653126.2 N Y= 653063.2 N   X= 577996.2 E X= 536817.0 E   LAT.=32.795418' N LAT.=32.795303' N   LONG.=104.214034' W LONG.=104.213521' W   LAT.=32'47'44" N LAT.=32'47'43" N   LONG.=104'12'51" W LONG.=104'12'49" W	SURVEYOR CERTIFICATION I bereby 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. SEPTEMBER 16, 2013 Date of Survey Signature & Seal of Professional Surveyor:
	BOTTOM HOLE AND   BOTTOM HOLE AND   BOTTOM HOLE AND     LAST TAKE POINT   LAST TAKE POINT   LAST TAKE POINT     LOCATION   LOCATION   LOCATION     NAD 83 NME   NAD 27 NME     Y = 653126.5 N   Y = 653063.6 N     X = 578036.0 E   X = 536856.9 E     LAT.=32.795419' N   LAT.=32.795304' N     LONG.=104.213904' W   LONG.=104.213391'     LAT.=32'47'44'' N   LAT.=32'47'43'' N     LONG.=104'12'50'' W   LONG.=104'12'48'' V	W Certificate Number Gay C/ Etitison 12041



#### 0 0.04 0.08 0.16 0.24 0.32

\_\_\_\_ Miles Universal Transverse Mercator Projection, Zone 13 1983 North American Datum

provided here, in State Land Office data layers or any other data layer.

Land Office Geographic Information Center logic@slo.state.nm.us



www.nmstatelands.org

Created On: 4/24/2015 9:35:23 AM





April 24, 2015

Eako LLC and Valko LLC P. O. Box 1090 Roswell NM 88202

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following nonstandard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

Apache Corporation is applying for NSL approval for its T Rex State 3 oil well. Minimum state distance for such an oil well is 330' from a quarter-quarter line. The well is  $\approx 98'$  further west than is standard (see attached application). Thus, it is a nonstandard location. The NSL is due to land uses (pipelines) and a smaller than a standard quarter-section.

Well Name: T Rex State 3 ID: 5,300'

Proposed NSL Zone: Artesia; Glorieta-Yeso (0)

NSL Acreage Dedication: 40 acres (NWNE Section 31, T. 17 S., R. 28 E., Eddy County, NM) on NMSLO lease B0-1538-0016

Location: ≈11 air miles southeast of Artesia, NM at SHL 875 FNL & 2430 FEL 31-17s-28e Applicant Name: Apache Corporation (432) 818-1168

Applicant's Address: 303 Veterans Airpark Lane, Suite 300, Midland TX 79705

<u>Submittal Information</u>: Application for a nonstandard location will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, then it must be filed in writing within 20 days from the date the NMOCD receives the application. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions.

U.S. Postal Service AZAGNA TORSK CERTIFIED MAIL® RECEIPT Domestic Mail Only For delivery information
Restricted Delivery Fee (Endorsement Required) Total Postage & Fees Sent To Strater & Apt. No. or PO Box No. City, State, ZIP44 PS Form 3600, July 2014
See Reverse for Instructions

Sincerely,

Brian Wood





April 24, 2015

NM State Land Office P. O. Box 1148 Santa Fe NM 87504

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Well Name: T Rex State 3 TD: 5,300' Proposed NSL Zone: Artesia; Glorieta-Yeso (O) NSL Actuage Dedication: 40 acres (NWNE Section 31, T. 17 S., R. 28 E., Eddy County, NM) on NMSLO lease BO-1538-0016 Location: =11 air miles southeast of Artesia, NM at SIIL 875 FNL & 2430 FEL 31-17s-28e Applicant Name: Apache Corporation (432) 818-1168 Applicant's Arkfress: 303 Veterars Airpark Lane, Suite 300, Midland TX 79705

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Please call me if you have any questions.

Sincerely, Brian Wood



PERMITS WEST INC.

PROVIDING PERMITS for LAND USERS

April 24, 2015

COG Operating, LLC 600 West Illinois Ave. Midland TX 79701

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Well Name: T Rex State 3 <u>TD</u>: 5,300' Proposed NSL Zone: Artesia; Glorieta-Yeso (O) <u>NSL Arreage Dedication</u>: 40 acres (NWNE Section 31, T. 17 S., R. 28 E., Eddy County, NM) on NMSLO lease B0-1538-0016 <u>Location</u>: «11 air miles southeast of Artesia, NM at SHL 875 FNL & 2430 FEL 31-17s-28e <u>Applicant Name</u>: Apache Corporation (432) 818-1168 <u>Applicant's Address</u>; 303 Veterans Airpark Lane, Suite 300, Midland TX 79705

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Please call me if you have any questions.

Sincerely

Brian Wood

