

8/03/2015 DATE IN	SUSPENSE	MAM ENGINEER	8/03/2015 LOGGED IN	PLC TYPE	PMAM152155908 APP NO.
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ABOVE THIS LINE FOR DIVISION USE ONLY

*Suspended
8-03-2015*

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.

Toya Colvin

Toya Colvin
Signature

Regulatory Analyst

Title

07/28/15

Date

Print or Type Name

Toya.Colvin@bp.com
e-mail Address

*-PLC 428
-BP America Production
Company
778*

RECEIVED OGD
2015 AUG - 3 P 3:17

*WCH
-FLORANCE #119
30-045-23976
-FLORANCE 25
30-045-08098
Boo
-BESIN Fruitland
Coal
71629
-BLAUNCOMESWAL
72319*

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

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

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>	WELL API NO. 30-045-23976, 30-045-08098
2. Name of Operator BP America Production Company	5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
3. Address of Operator 501 Westlake Park Blvd., Three Eldridge Place 12.181A Houston, TX 77079	6. State Oil & Gas Lease No. Federal Lease NMSF080246
4. Well Location Unit Letter <u>A</u> : <u>1085' (#119) 990' (#25)</u> feet from the <u>North</u> line and <u>800' (#119) 990' (#25)</u> feet from the <u>East</u> line Section <u>22</u> Township <u>29N</u> Range <u>09W</u> NMPM County <u>San Juan</u>	7. Lease Name or Unit Agreement Name Florance 119 #119, Florance #25
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>5805' GL (#119), 5801' GL (#25)</u>	8. Well Number
9. OGRID Number <u>000778</u>	
10. Pool name or Wildcat Basin Fruitland Coal-Florance 119 119 Blanco-Mesaverde-Florance 25	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <u>Surface Commingle</u> <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

BP America Production Company respectfully requests permission to Surface Commingle the two subject wells, Florance 119 #119 (Basin Fruitland Coal) and Florance 25 (Blanco-Mesaverde).

Surface commingling production from the existing Florance 119 119 (FC) and Florance 25 (MV) will not reduce the economic life of the wells.

After separation, the team will ensure that the production from each of the two wells is metered individually prior to commingling. The commingled gas will then be sent through compression prior to entering the sales meter. The difference between what is measured prior to commingling and what is sold through the sales meter is the fuel usage. The fuel usage is allocated back to each well based on the well production (see attached schematic).

The working interest, royalty and overriding royalty interest owners in the subject wells are not identical therefore notification is required and was sent by certified mail to Conoco Phillips/Burlington Resources. Please see the attached Land Letter. The proposed commingling of production is to reduce operating expenses between the 2 wells and will result in increased economic life of the wells.

Spud Date: 12/29/1980 #119, 06/06/1951 #25

Rig Release Date:

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

SIGNATURE Toya Colvin TITLE Regulatory Analyst DATE 07/28/2015

Type or print name Toya Colvin E-mail address: Toya.Colvin@bp.com PHONE: 281-366-7148

For State Use Only

APPROVED BY: TITLE DATE

Conditions of Approval (if any):

District I
1625 N. French Drive, Hobbs, NM 88240
District II
811 S. First St., 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 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.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: BP America Production Company
OPERATOR ADDRESS: 737 North Eldridge Parkway, Houston, TX 77079
APPLICATION TYPE:
☒ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)
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
Florance 119-119 (Basin Fruitland Coal 71629)	1134 BTU	1134 BTU		130 mcf/d	130 mcf/d
Florance 025(Blanco-Mesaverde 72319)	1279 BTU	1279 BTU		100 mcf/d	100 mcf/d

- (2) Are any wells producing at top allowables? ☐ Yes ☒ No
(3) Have 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 attach 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.

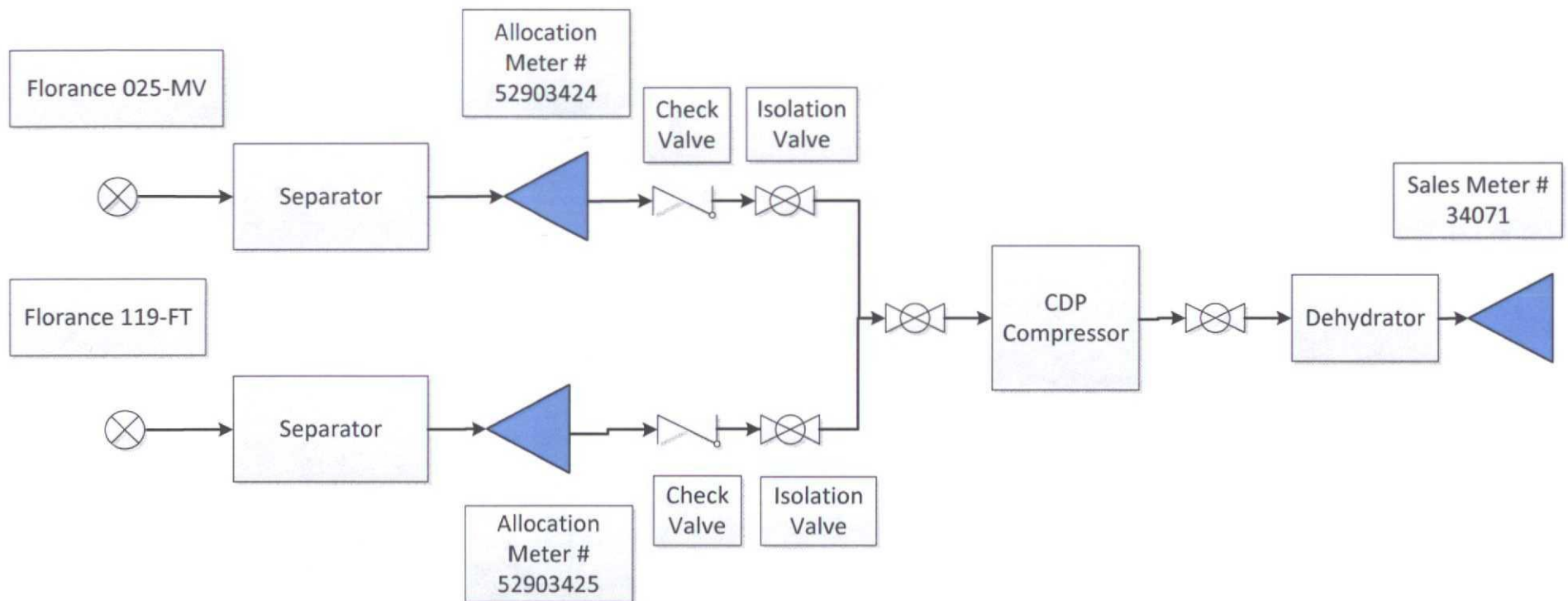
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Toya Colvin TITLE: Toya Colvin DATE: 7/28/2015

TYPE OR PRINT NAME Toya Colvin TELEPHONE NO.: 281-366-7148

E-MAIL ADDRESS: Toya.Colvin@bp.com

Florance 025 and 119 CDP Shared Compression



Note: This drawing is not to scale,
actual equipment is site specific



BP America Production Co.
Lower 48 Onshore

Craig T. Ferguson
craig.ferguson@bp.com
281-366-1988 (direct)

E3, 12.173B
501 Westlake Park Boulevard
Houston, Texas 77079

July 27, 2015

Ms. Toya Colvin – Regulatory Analyst
BP America Production Company
501 Westlake Park Blvd.
Houston, TX 77079

RE: Surface Commingle
API # 30-045-08098
NE/4 Section 22-T29N-R9W
San Juan County, NM; and
API #30-045-23976
NE/4 Section 22-T29N-R9W
San Juan County, NM

Ms. Colvin:

On behalf of BP America Production Company ("BP"), operator of the Florance 025 (MV) 320.0 acre unit defined as the E/2 and the Florance 119 (Basin Fruitland Coal) 320 acre unit defined as the E/2, I have reviewed BP's division order records and other title records concerning the above reference wells and determined the following WI interest for both:

The Florance 025 and Florance 119 consist of one (1) Federal lease:

SF-080246; 311.97 Acres; 1/8th Royalty

Florance 025 (API #3004508098)	WI
BP America Production Cos.	50.0%
ConocoPhillips	50.0%
Florance 119 (API #3004523976)	WI
BP America Production Cos.	50.0%
Burlington Resources	50.0%

Please contact me at x1988 if you have any questions concerning this topic.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Craig T. Ferguson', with a stylized, flowing script.

Craig T. Ferguson
Land Negotiator
San Juan Asset

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 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 & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102

Revised July 16, 2010

Submit one copy to appropriate
District Office

☐ AMENDED REPORT
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-045-23976	² Pool Code 71629	³ Pool Name Basin Fruitland Coal
⁴ Property Code 015762	⁵ Property Name Florance 119	⁶ Well Number 119
⁷ OGRID No. 000778	⁸ Operator Name BP America Production Company	⁹ Elevation 5805

¹⁰ Surface Location

UL or lot no. A	Section 22	Township 29N	Range 09W	Lot Idn	Feet from the 1085	North/South line North	Feet from the 800	East/West line East	County San Juan
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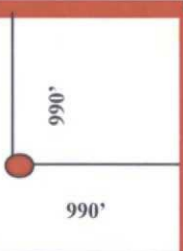
¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
---------------	---------	----------	-------	---------	---------------	------------------	---------------	----------------	--------

¹² Dedicated Acres 311.97	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ 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.

¹⁶ 	¹⁷ OPERATOR CERTIFICATION <i>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.</i> Signature _____ Date 7/28/15 Tova Colvin Printed Name Tova.Colvin@bp.com E-mail Address	
	¹⁸ SURVEYOR CERTIFICATION <i>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.</i>	
	Date of Survey _____ Signature and Seal of Professional Surveyor: _____ <p style="text-align: center;">Previously Filed</p>	
	Certificate Number _____	

16				<p>17 OPERATOR CERTIFICATION</p> <p><i>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.</i></p> <p><u>Toya Colvin</u> 7/28/15 Signature Date</p> <p><u>Toya Colvin</u> Printed Name</p> <p><u>Toya.Colvin@bp.com</u> E-mail Address</p>
				<p>18 SURVEYOR CERTIFICATION</p> <p><i>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.</i></p> <p>Date of Survey _____</p> <p>Signature and Seal of Professional Surveyor: _____</p> <p>Previously Filed _____</p> <p>Certificate Number _____</p>

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:

Conoco Phillips/Burlington
 Resources
 Attn: Land Dept.
 PO Box 4289
 Farmington, NM 87499-4289

 2. Art
 (If)

7014 1820 0000 2635 5547

PS Form 3811, July 2013

Domestic Return Receipt

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® ☐ Priority Mail Express™
- ☐ Registered ☒ Return Receipt for Merchandise
- ☐ Insured Mail ☐ Collect on Delivery

4. Restricted Delivery? (Extra Fee)

☐ Yes

**U.S. Postal Service™
 CERTIFIED MAIL® RECEIPT
 Domestic Mail Only**

 For delivery information, visit our website at www.usps.com
OFFICIAL USE

Postage \$

Certified Fee

 Return Receipt Fee
 (Endorsement Required)

 Restricted Delivery Fee
 (Endorsement Required)

Total Postage & Fees \$

 Postmark
 Here

Sent To

 Street & Apt. No.
 or PO Box No.

City, State, ZIP+4

PS Form 3800, July 2014

See Reverse for Instructions

 PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT
 OF THE RETURN ADDRESS, FOLD AT DOTTED LINE
CERTIFIED MAIL®

 7014 1820 0000 2635 5547
 7014 1820 0000 2635 5547

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:

Bureau of Land Management
6251 College Blvd. Suite A
Farmington, NM 87402

2. Art
(Tr)

7014 1820 0000 2635 5523

PS Form 3811, July 2013

Domestic Return Receipt

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? ☐ YesIf YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail® ☐ Priority Mail Express™☐ Registered ☒ Return Receipt for Merchandise☐ Insured Mail ☐ Collect on Delivery

4. Restricted Delivery? (Extra Fee)

☐ YesPLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT
OF THE RETURN ADDRESS. FOLD AT DOTTED LINE

CERTIFIED MAIL®

7014 1820 0000 2635 5523
7014 1820 0000 2635 5523

U.S. Postal Service™

CERTIFIED MAIL® RECEIPT

Domestic Mail Only

For delivery information, visit our website at www.usps.com®

OFFICIAL USE

Postage \$

Certified Fee

Return Receipt Fee
(Endorsement Required)Restricted Delivery Fee
(Endorsement Required)

Total Postage & Fees \$

Postmark
Here

Sent To

Bureau Land Management

Street & Apt. No.,

or PO Box No.

City, State, ZIP+4

6251 College Blvd., Suite A
Farmington, NM 87402

PS Form 3800, July 2014

See Reverse for Instructions

SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<ul style="list-style-type: none"> 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. 		A. Signature X <input type="checkbox"/> Agent <input type="checkbox"/> Addressee	
1. Article Addressed to: <div style="border: 1px solid black; padding: 5px; margin: 5px;"> Bureau of Land Management 6251 College Blvd. Suite A Farmington, NM 87402 </div>		B. Received by (Printed Name)	C. Date of Delivery
		D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No	
		3. Service Type <input checked="" type="checkbox"/> Certified Mail® <input type="checkbox"/> Priority Mail Express™ <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> Collect on Delivery	
		4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes	
2. Article Number (7) 7008 1140 0001 9414 9368			

PS Form 3811, July 2013 Domestic Return Receipt

PS Form 3800, August 2006 See Reverse for Instructions

Sent to Bureau of Land Management
Street, Apt. No. or PO Box No. 6251 College Blvd. Suite A
City, State, ZIP+4 Farmington, NM 87402

	Postage	Certified Fee	Return Receipt Fee (Endorsement Required)	Restricted Delivery Fee (Endorsement Required)	Total Postage & Fees
\$					

Postmark Here

OFFICIAL USE

For delivery information visit our website at www.usps.com

CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only, No Insurance Coverage Provided)

7008 1140 0001 9414 9368
7008 1140 0001 9414 9368

