Toya.Colvin@bp.com e-mail Address

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

Т	HIS CHECKLIST I	S MANDATORY FOR ALL ADMINISTRATIVE APPLICA WHICH REQUIRE PROCESSING AT 1		AND REGULATIONS
Applic	cation Acrony		712 874 1016 W ELEVEL W 674 1177 1	
	_	tandard Location] [NSP-Non-Standard I		-
	_		mmingling] [PLC-Pool/Lease Com itorage] [OLM-Off-Lease Measure	
	Įr O.	[WFX-Waterflood Expansion] [PMX		
		[SWD-Salt Water Disposal] [IP		NSL- 74
	[EOR-Q	ualified Enhanced Oil Recovery Certifica		
1]	TYPE OF	APPLICATION - Check Those Which A	HIIIV KILLAL	ca froduction
,	[A]			9 V
		🛛 NSL 🗌 NSP 🔲 SD	•	,
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		cck One Only for [B] or [C]	ω	e 11
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				CANYUN 41111 1248 # 4 30-045-356
	[C]	Injection - Disposal - Pressure Increa	se - Enhanced Oil Recovery	1248 15/
		☐ WFX ☐ PMX ☐ SWD	☐ IPI ☐ EOR ☐ PPR	30-045 >-
	(ID)	Odlan Charle	3	3,328
	נען	Other: Specify		Pou
[2]	NOTIFICA	Other: Specify ATION REQUIRED TO: - Check Those Working, Royalty or Overriding	Which Apply, or □ Does Not Apply	-
J	[A]	Working, Royalty or Overriding	Royalty Interest Owners .	-Besin Who
				97232
	[B]	☐ Offset Operators, Leaseholders of	or Surface Owner	
	[C]	Application is One Which Requ	ires Published Legal Notice	
	[D]	Notification and/or Concurrent A	Approval by BLM or SLO	
		U.S. Bureau of Land Management - Commissione		
	[E]	For all of the above, Proof of No	tification or Publication is Attached,	and/or,
	[F]	☐ Waivers are Attached		
3	SURMIT A	CCURATE AND COMPLETE INFO	MATION REQUIRED TO PROC	ESS THE TVPE
.5.]		CATION INDICATED ABOVE.		
4]		CATION: I hereby certify that the information	• •	
		e and complete to the best of my knowled		vill be taken on this
аррис		required information and notifications are		_:*
T) .		ote: Statement must be completed by an individu		
	Colvin	Joepa COC	Regulatory Analyst	04/11/2016
Print o	or Type Name	Signature	Title	Date

BP America Production Company



Toya Colvin Regulatory Analyst 737 North Eldridge Pkwy, 12.181A Houston, Texas 77079 281-366-7148

April 11, 2016

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 124E #1H
API 30-045-35648
Surface 952' FSL and 1902' FWL Section 35-T28N-R12W
Bottom Hole 929' FSL and 330' FWL Section 34-T28N-R12W
San Juan County, New Mexico
Basin Mancos Pool Formation (97232)

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)
- 3. List of Offset Operators

BP America Production Company would like to drill a horizontal well in the Basin Mancos formation, which is within the Basin Mancos Pool (97232) in a project area of a 640 acre unit. It is anticipated the bottom hole location or "toe" of the lateral will be 330' from the west lease line of Section 34-T28N-R12W, as it was determined that this bottom hole location was the best end point for our horizontal lateral. The rules state that the well should have setbacks of 660 feet of the quarter section lines, therefore, this existing location will not conform to the required footages.

BP America Production Company, Burlington Resources Oil & Gas, and Energen Resources are the 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 Oil & Gas and Energen Resources. If you need any additional information, please feel free to contact me at 281-366-7148.

Sincerely,

Toya Colvin-Regulatory Analyst



BP America Production Co. Lower 48 - San Juan 737 N Eldridge Pkwy Houston, TX 77079 Craig Ferguson- Land Negotiator ph. 281-366-1988

1. 1.

March 24, 2015

Ms. Toya Colvin – Regulatory Analyst BP America Production Company 737 N Eldridge Pkwy Houston, TX 77079

RE: GCU 124E #1H Well – Non-Standard Location (Lease Line)

Surface Location: 952' FSL 1902 FWL Section 35-T28N-R12W Bottom Hole Loc: 330' FWL 929' FSL Section 34-T28N-R12W

San Juan County, NM

Ms. Colvin:

The above captioned horizontal Basin Mancos well is planned to be drilled sometime in 2017. The surface location and lateral of this well meet the 660' lease line setback rule as required by the NMOCD. It is anticipated the end or "toe" of the lateral will be 330' from the west lease line of Section 34-T28N-R12W. Since the "toe" of this lateral does not meet the required 660' setback for a Basin Mancos well, BP America, as Operator of this well, must apply for an exception to this set back rule as it applies to the "toe" of this lateral. Below, I have provided you with the names and addresses of each off-set owner/operator that offset the "toe" of the lateral that need to be notified of this lease line exception request.

West Offset (Section 33-T28N-R12W):

WI Owners - BP America Production Company 737 North Eldridge Pkwy Houston, TX 77079

Note: The USA is the mineral owner in both sections 33 & 34)

Southwest Offset (Section 4-T27N-12W):

WI Owners: - BP America Production Company (address same as above)

Burlington Resources Oil & Gas 3401 E. 30th Street Farmington, NM 87402

South Offset (Section 3-T27N-R12W):

WI Owner – Energen Resources

605 Richard Arrington, Jr. Boulevard

Birmingham, AL 35203-2707

I believe this letter should satisfy your offset information request. Please contact me at x2761 if you have any questions concerning this topic.

Sincerely,

Craig A. Carley

Craig A Carly

Land Negotiator - San Juan Asset

Craig Ferguson- Land Negotiator

Lowe, Leonard, EMNRD

From:

Colvin, Toya <Toya.Colvin@bp.com>

Sent:

Monday, May 16, 2016 5:35 AM

To: Subject: Lowe, Leonard, EMNRD RE: GCU 124 E No. 1 H NSL

Attachments:

Gcu124E 1H C-102 FINAL UPDATED.pdf

Good Morning Leonard,

The last penetration point will be at the bottom hole location noted on the submitted C-102, which I have attached above:

929' FSL and 330' FWL

Thank You,

Toya Colvin

Toya Colvin

Regulatory Analyst BP America Production Company Lower 48 - San Juan South 737 N Eldridge Pkwy, 12.181A (281) 892-5369

This email and any attachments are intended only for the addressee(s) listed above and may contain confidential, proprietary, and/or privilegeo information. If you are not an intended recipient, please immediately advise the sender by return email, delete this email and any attachments, and destroy any copies of same. Any unauthorized review, use, copying disclosure or distribution of this email and any attachments is prohibited.

From: Lowe, Leonard, EMNRD [mailto:Leonard.Lowe@state.nm.us]

Sent: Wednesday, May 11, 2016 12:47 PM

To: Colvin, Toya

Subject: GCU 124 E No. 1 H NSL

Importance: High

Toya Colvin,

Good morning.

Your NSL Application for GCU 124 E No. 1 H, did not state you Last Penetration Point.

Can you forward that information for your NSL application?

Thank you,

Leonard Lowe

Engineering Bureau
Oil Conservation Division
Energy Minerals and Natural Resources Department
1220 South St. Frances
Santa Fe, New Mexico 87004

OIL CONS. DIV DIST. 3

APR 0 5 2016

1625 N French Dr., Hobbs, NM 88240 Phone (575) 393-6101 Fax (575) 393-0720 District IJ Phone (575) 748-1283 Fax (175) 748-9720 District III 1000 Rio Brazos Road, Astec, NM 87410 Phone (505) 334-6178 Fax (505) 334-6170 District IV 1220 S St Francis Dr , Santa Fe, NM 87501 Phone (301) 476-3400 Fax (505) 476-3402

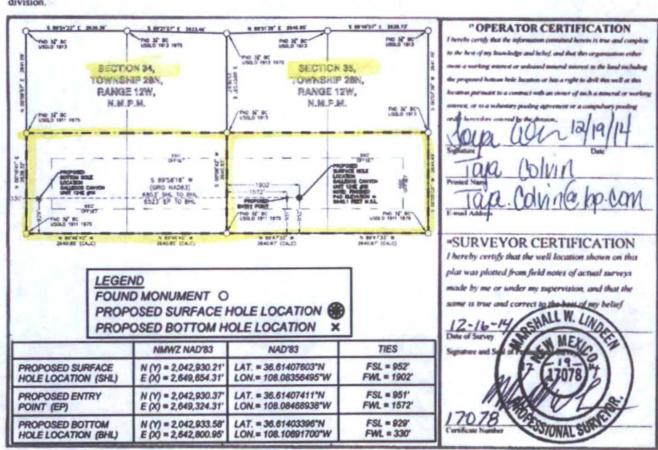
State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

☐ AMENDED REPORT

30-045-35648				97232		Pool Name Basin Mancos			
316110				Property Name Gallegon Conyon Unit 124E				* 90	ell Number 1H
OCRID No. 660778			* Operator Name BP America Production Company				* Elevation 5946		
					" Surface Lo	ocation			
UL or lot no.	Section 35	Township 28N	Range 12W	Lot Ide	Feet from the 952	North/South line South	Feet from the 1902	East/West line West	County San Juan
			" Bott	om Hole	Location If I	Different From	Surface		
UL or lot so. M	Section 34	Township 28N	Range 12W	Let Idn	Feet from the 929	North/South line South	Feet from the 330	East/West line West	San Juan
Dedicated Acres 640	13 Joint or	lefill "C	nasolidation Co	ide 15 Orde	r Na.				

division.



District I
1025 N. French Dr., Hobbs, NM 83,240
Phone (515) 193-0101. Fax: (575) 391-0720
District II
811 S. First St., Artesia, NM 83210
Phone (575) 748-1283 Fax (575) 748-9720
District III
1000 Rio Brazos Road, Actec, NM 87410
Phone (505) 334-0178 Fax: (505) 134-0170
Dattist IY
1220 S. St. Francis Dr., Santa Fe, NM 87305
Phone (505) 470-3400 Fax: (505) 470-3402

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

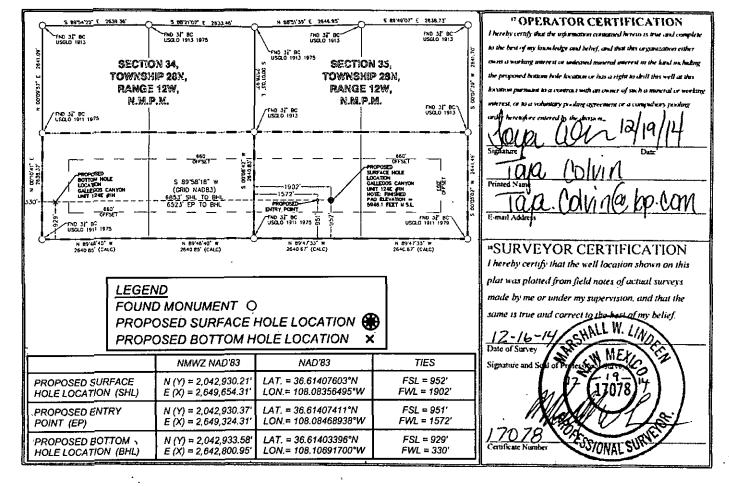
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

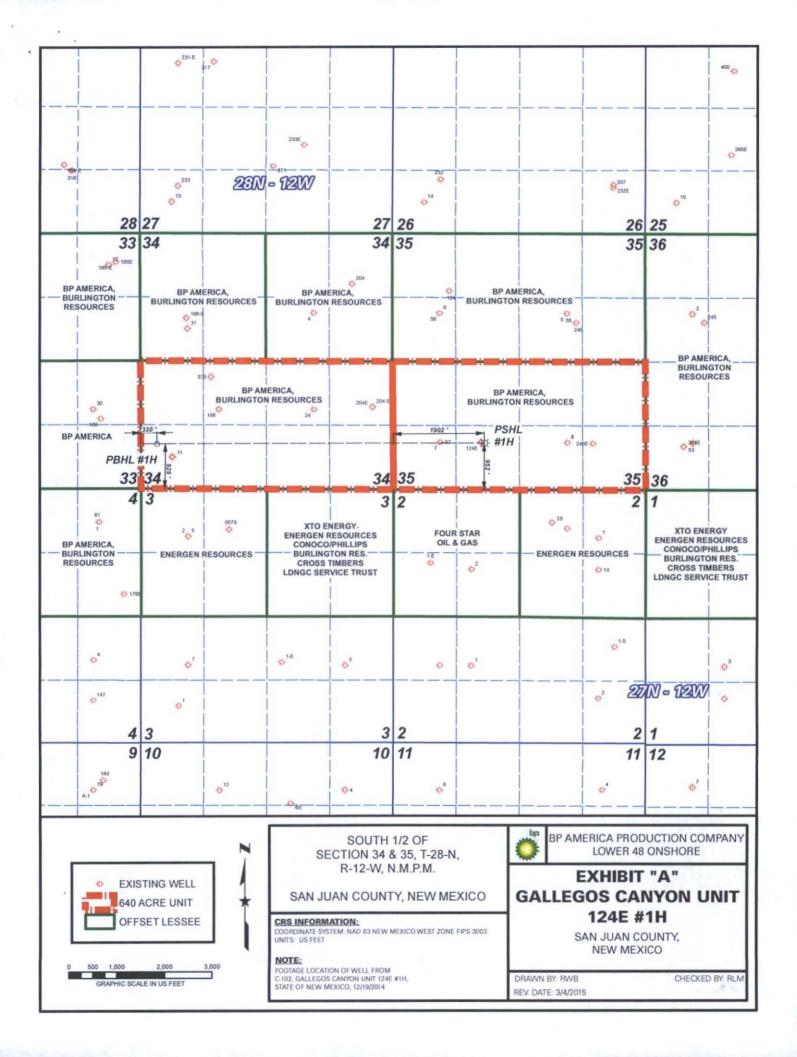
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION	ON PLA	A"	Г
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30-0	Number	55648	}	² Pool Code 97232			Pool Name Basin Mane			
* Property Code 000570			···	⁵ Property Name Gallegos Canyon Unit 124E					* Well Number	
² OGRID (000778				ı	* Operator N BP America Production		· · · · · · · · · · · · · · · · · · ·	,	Elecation 5946	
				***	* Surface L	ocation				
UI. ar lot no. N	Section 35	Township 28N	Range 12W	f.ot Idn	Feet from the 952	North/South line South	Feet from the	East/West line West	County San Juan	
			и Во	ttom Hole	e Location If	Different From	Surface			
UL or lot no. M	Section 34	Township 28N	Range 12W	Lai Idn	Feet from the 929	North/South line South	Feet from the 330	East/West line WeSt	County San Juan	
12 Dedicated Acres 640	U Joint or	lafill ¹⁴ C	onsolidation	Code 15 Ord	ter 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.





OFFSET OPERATORS AND OWNERS FOR GALLEGOS CANYON UNIT 124E #1H

BP America Production Co. 737 North Eldridge Pkwy Houston, TX 77079 Burlington Resources Oil & Gas Co. Attn: Land Dept. 3401 E. 30th Street Farmington, NM 87402

Energen Resources Oil & Gas Attn: Land Dept. 605 Richard Arrington Jr. Blvd. Birmingham, AL 35203-2707

BP America Production Company



Toya Colvin Regulatory Analyst 737 N Eldridge Pkwy, 12.181A Houston, Texas 77079 281-366-7148

April 11, 2016

CERTIFIED MAIL:

Energen Resources Oil & Gas 605 Richard Arrington Jr. Blvd. Birmingham, AL 35203-2707

RE: Application for Administrative Approval for Non-Standard Location Gallegos Canyon Unit Com 124E #1H
API 30-045-35648
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Bottom Hole 929' FSL and 330' FWL Section 34-T28N-R12W
San Juan County, New Mexico
Basin Mancos Pool Formation (97232)

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 Craig Ferguson our Land Negotiator at 281-366-1988.

Sincerely,

Toya Colvin

Regulatory Analyst

BP America Production Company



Toya Colvin Regulatory Analyst 737 N Eldridge Pkwy, 12.181A Houston, Texas 77079 281-366-7148

April 11, 2016

CERTIFIED MAIL: Burlington Resources Oil & Gas 3401 E. 30th Street Farmington, NM 87402

RE: Application for Administrative Approval for Non-Standard Location Gallegos Canyon Unit Com 124E #1H
API 30-045-35648
Surface 952' FSL and 1902' FWL Section 35-T28N-R12W
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Sincerely,

Toya Colvin

Regulatory Analyst

Form 3160-5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

For Records

OMB No. 1004-0137 Expires: October 31, 2014

5. Lease Serial No. NMSF078903A

6. If Indian, Allottee or Tribe Name

	orm for proposals to d Use Form 3160-3 (APD,				
SUBMI	T IN TRIPLICATE – Other insti	ructions on page 2.		7. If Unit of CA/Agre	ement, Name and/or No.
1. Type of Well Oil Well Gas V	Vell Other			8. Well Name and No Gallegos Canyon U	
2. Name of Operator BP America Production Company				9. API Well No. 30-045-35648	
3a. Address	3b.	Phone No. (include area co	de)	10. Field and Pool or	Exploratory Area
737 North Etdridge Parkway, 12.181A Houston, TX 77079		-366-7148		Basin Mancos	
4. Location of Well (Foolage, Sec., T., Sec. 35 T28N R12W SESW 952FSL 1902FWL	R.,M., or Survey Description)			11. County or Parish, San Juan, NM	State
12. CHEC	K THE APPROPRIATE BOX(E	S) TO INDICATE NATUR	E OF NOTIC	E, REPORT OR OTH	ER DATA
TYPE OF SUBMISSION	•	ТҮ	PE OF ACT	ION	
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat		uction (Start/Resume)	Water Shut-Off Well Integrity
Subsequent Report	Casing Repair	New Construction	Reco	mplete	Other Non-Standard
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	_ `	orarily Abandon r Disposal	Location
the proposal is to deepen directions Attach the Bond under which the v following completion of the involv testing has been completed. Final determined that the site is ready for BP has applied for a Non-Standard documents submitted to the NMOCI	rork will be performed or provide ed operations. If the operation res Abandonment Notices must be file final inspection.) Location of the Bottom Hole Lo	the Bond No. on file with E sults in a multiple completion and only after all requirement	LM/BIA. Rand or recomples, including to	equired subsequent repetion in a new interval reclamation, have beer	oorts must be filed within 30 days l, a Form 3160-4 must be filed once a completed and the operator has
14. I hereby certify that the foregoing is tr	ue and correct. Name (Printed/Type				
Toya Colvin		Title Regulato	ry Analyst		
Signature OVA COL		Date 04/11/20	16		
	THIS SPACE FOR	R FEDERAL OR STA	ATE OFF	ICE USE	
Approved by		Title			Date
Conditions of approval, if any, are attached that the applicant holds legal or equitable ti	Approval of this notice does not will to those rights in the subject lease	arrant or certify		<u> </u> L	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false,

entitle the applicant to conduct operations thereon.

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

	SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DE	LIVERY
	■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. ■ Print your name and address on the reverse	A. Signature	☐ Agent ☐ Addressee
	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.	B. Received by (Printed Name)	C. Date of Delivery
	1. Article Addressed to: Energen Prescurces Oil: Cost the Land Dept. 1005 Richard Arrivgton Jr. Blvd. Birmingham, Al 35203-2707	D. Is delivery address different from it If YES, enter delivery address bel	
	Birmingham, AL 35203-2707	3. Service Type Certified Mail	fail ceipt for Merchandise
		4. Restricted Delivery? (Extra Fee)	☐ Yes
	2./ 7008 1140 0001 9414 8	125	.
ı	SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DE	I IVERY
l	SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.	COMPLETE THIS SECTION ON DEL	LIVERY
l	 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, 	1. 400 多少,不被称为一个人	
	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.	A. Signature	☐ Agent ☐ Addressee C. Date of Delivery am 1? ☐ Yes
	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	A. Signature X B. Received by (Printed Name) D. Is delivery address different from Ite	☐ Agent ☐ Addressee C. Date of Delivery am 1? ☐ Yes
	 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. Article Addressed to: Bureau of Land Management 	A. Signature X B. Received by (Printed Name) D. Is delivery address different from Ite If YES, enter delivery address below the If YES and Type 3. Service Type Certified Mail	Agent Addressee C. Date of Delivery am 1? Yes bw: No
	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	A. Signature X B. Received by (Printed Name) D. Is delivery address different from ite If YES, enter delivery address below the If YES, enter delivery the	Agent Addressee C. Date of Delivery am 1? Yes bw: No
	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	A. Signature X B. Received by (Printed Name) D. Is delivery address different from Ite If YES, enter delivery address below 1. Service Type G. Certified Mail	Agent Addressee C. Date of Delivery am 1? Yes w: No
	■ 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	A. Signature X B. Received by (Printed Name) D. Is delivery address different from ite If YES, enter delivery address below the If YES, enter delivery address address below the If YES, enter delivery address addres	Agent Addressee C. Date of Delivery am 1? Yes w: No

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	SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DE	LIVERY
	Complete items 1, 2, and 3. Also complete	A. Signature	_
	item 4 if Restricted Delivery is desired. ■ Print your name and address on the reverse	X	☐ Agent . ☐ Addressee .
	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.	B. Received by (Printed Name)	C. Date of Delivery
	1. Article Addressed to: Burkington Produces	D. Is delivery address different from it If YES, enter delivery address bel	
 	3401 & 30th Street Farmington. NM 87402	3. Septice Type Certified Mail	ail : \
ļ		4. Restricted Delivery? (Extra Fee)	□ Yes
. i !	(ETEI	
İ	PS Form 3811, February 2004 Domestic Re	sturn Receipt	102595-02-M-1540

Lowe, Leonard, EMNRD

From:

Lowe, Leonard, EMNRD

Sent:

Tuesday, May 17, 2016 2:39 PM

To:

'Toya.Colvin@bp.com'

Cc:

Jones, William V, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Vermersch, Amy H, EMNRD; Perrin, Charlie, EMNRD; Pickford, Katherine, EMNRD;

'lisa@rwbyram.com'; 'jglover@blm.gov'; 'dmankiew@blm.gov'

Subject:

NSL-7413, BP America Production Company_Gallegos Canyon Unit 124E No. 1H_35 28N

12W

Importance:

High

Ms. Toya Colvin,

The following permit has been issued and will soon be available on the Division's web site: http://ocdimage.emnrd.state.nm.us/imaging/WellFileCriteria.aspx

NSL-7413

BP America Production Company

API: 30-045-35648

WELL: Gallegos Canyon Unit 124E No. 1H

Leonard Lowe

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492 Fax: 505-476-3462

E-mail: leonard.lowe@state.nm.us

Website: http://www.emnrd.state.nm.us/ocd/