

DATE IN 2/27/17	SUSPENSE	ENGINEER LRL	LOGGED IN 2/28/17	TYPE NSL	PLEL 1705936785
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ABOVE THIS LINE FOR DIVISION USE ONLY

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



NSL-7513

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 _____

BP AMERICA PROD. COMPANY
NORTHEAST BLANCO UNIT 604 COM NO. 2H
API# 30-045-35794
POOL: BAS IN MANCOS FORMATION
97232

- [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

Print or Type Name

Signature

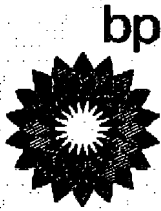
Regulatory Analyst

Title

02/22/2017

Date

Toya.Colvin@bp.com
e-mail Address



BP America Production Company

Toya Colvin
Regulatory Analyst
737 North Eldridge Pkwy, 12.181A
Houston, Texas 77079
281-892-5369

February 22, 2017

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
Northeast Blanco Unit 604 Com #2H
API 30-045-35794
Surface 1891' FNL and 594' FWL Section 13-T31N-R07W
Bottom Hole 1890' FNL and 50' FEL Section 18-T31N-R06W
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/Interest Owners

The above captioned horizontal Basin Mancos Gas well is planned to be drilled sometime in the 2nd quarter of 2017. It is anticipated the deepest take point of the lateral will be 250' from the east lease line of Section 18-T31N-R06W, San Juan County, NM. Since the deepest take point does not meet the required 660' setback for a Basin Mancos Gas well, BP America, as Operator of this well, must apply for an exception to this set back rule as it applies to the last take point and notify the offset Operator. BP is requesting an unorthodox location for the toe of the NEBU 604 Com 2H well to avoid stranding reserves which allows us to capture additional reserves in the wellbore. WPX is the sole offset operator for the unorthodox location of our last take point in the subject well and have been notified by certified mail.

Sincerely,

Toya Colvin-Regulatory Analyst

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
814 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, 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

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 PLAT

¹ API Number 30-045-35794		² Pool Code 97232		³ Pool Name Mancos Gas	
⁴ Property Code		⁵ Property Name Northeast Blanco Unit 604 Com			⁶ Well Number 2H
⁷ OGRID No. 000778		⁸ Operator Name BP America Production Company			⁹ Elevation 6500

¹⁰ Surface Location

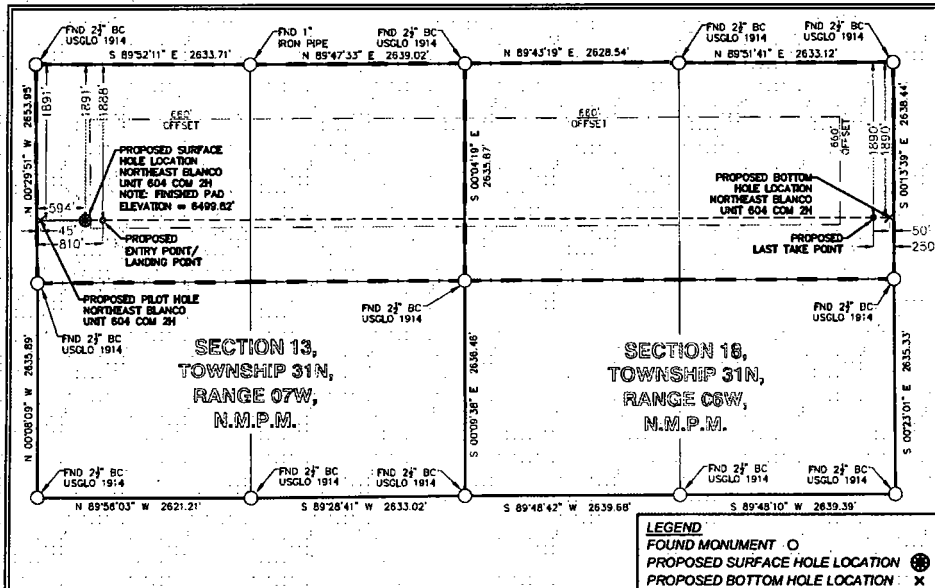
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	13	31N	07W		1891	North	594	West	San Juan

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
H	18	31N	06W		1890	North	50	East	San Juan

¹² Dedicated Acres 640.00 N/2 - SEC. 13 N/2 - SEC. 18	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.



¹⁷ 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.

Signature: Toya Colvin Date: 1/17/17

Printed Name: Toya Colvin

E-mail Address: toya.colvin@bp.com

¹⁸ 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.

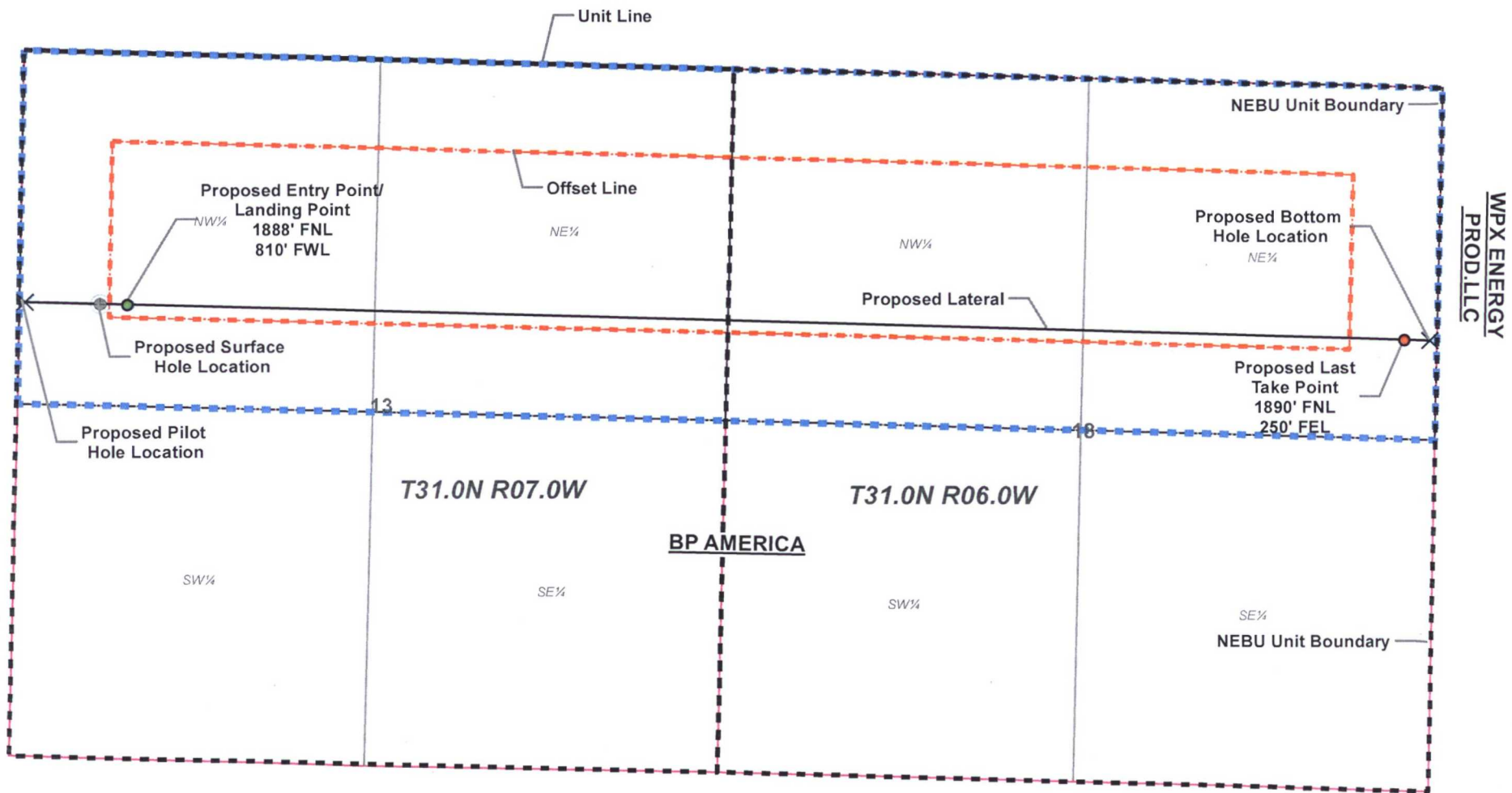
7-22-16
Date of Survey

Signature and Seal of Professional Surveyor

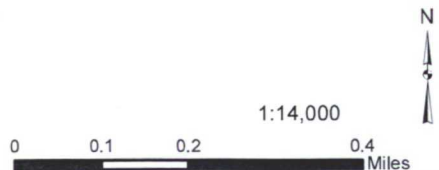
17078
Certificate Number



NEBU 604 COM 2H	NMWZ NAD'83	NAD'83	TIES
PROPOSED SURFACE HOLE LOCATION (SHL)	N (Y) = 2,147,644.56' E (X) = 2,812,001.96'	LAT. = 36.90158378°N LON. = 107.52924637°W	FNL = 1891' FWL = 594'
PROPOSED PILOT HOLE	N (Y) = 2,147,645.09' E (X) = 2,811,452.57'	LAT. = 36.90159003°N LON. = 107.53112534°W	FNL = 1891' FWL = 45'
PROPOSED ENTRY POINT (EP)/LANDING POINT (LP)	N (Y) = 2,147,646.99' E (X) = 2,812,217.79'	LAT. = 36.90158856°N LON. = 107.52850818°W	FNL = 1888' FWL = 810'
PROPOSED LAST TAKE POINT (LTP)	N (Y) = 2,147,668.38' E (X) = 2,821,683.16'	LAT. = 36.90155985°N LON. = 107.49613537°W	FNL = 1890' FEL = 250'
PROPOSED BOTTOM HOLE LOCATION (BHL)	N (Y) = 2,147,668.83' E (X) = 2,821,883.16'	LAT. = 36.90155914°N LON. = 107.49545135°W	FNL = 1890' FEL = 50'



- Proposed Wellsite
- Entry Point
- Last Take Point
- Wellbore
- ✕ Bottom_hole
- ▣ Sections
- ▣ Unit Line
- ▣ Offset Line



NON-STANDARD LOCATION EXHIBIT
BP AMERICA PRODUCTION COMPANY
NEBU BP 604 COM 2H

EXHIBIT "A"

2/15/2017

NEBU OFFSET OWNER

WPX Energy Production, LLC

Attn: Brennan West

3500 One Williams Center

Tulsa, OK 74172-0135

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<p><input checked="" type="checkbox"/> Complete items 1, 2, and 3.</p> <p><input checked="" type="checkbox"/> Print your name and address on the reverse so that we can return the card to you.</p> <p><input checked="" type="checkbox"/> Attach this card to the back of the mailpiece, or on the front if space permits.</p> <p>1. Article Addressed to:</p> <p style="margin-left: 40px;">WPX Energy Production, LLC Attn: Brennan West 3500 One Williams center Tulsa, OK 7412-0135</p> <p style="text-align: center;">9590 9402 1758 6014 0000 00</p> <p>2. Article Number (Transfer from service label)</p> <p style="margin-left: 40px;">7008 1140 0001 9414 8569</p>	<p>A. Signature X <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) C. Date of Delivery</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p> <p>3. Service Type <input type="checkbox"/> Priority Mail Express® <input type="checkbox"/> Registered Mail™ <input type="checkbox"/> Registered Mail Restricted Delivery <input checked="" type="checkbox"/> Certified Mail® <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Collect on Delivery <input type="checkbox"/> Collect on Delivery Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Insured Mail Restricted Delivery (over \$500) </p> <p style="text-align: right;"><input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Signature Confirmation™ <input type="checkbox"/> Signature Confirmation Restricted Delivery</p>

PS Form 3811, July 2015 PSN 7530-02-000-9053 Domestic Return Receipt

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<p><input checked="" type="checkbox"/> Complete items 1, 2, and 3.</p> <p><input checked="" type="checkbox"/> Print your name and address on the reverse so that we can return the card to you.</p> <p><input checked="" type="checkbox"/> Attach this card to the back of the mailpiece, or on the front if space permits.</p> <p>1. Article Addressed to:</p> <p style="margin-left: 40px;">Bureau of Land Management 6251 College Blvd. Suite A Farmington, NM 87402</p> <p style="text-align: center;">9590 9402 1758 6074 6890 92</p> <p>2. Article Number (Transfer from service label)</p> <p style="margin-left: 40px;">7008 1140 0001 9414 8576</p>	<p>A. Signature X <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) C. Date of Delivery</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p> <p>3. Service Type <input type="checkbox"/> Priority Mail Express® <input type="checkbox"/> Registered Mail™ <input type="checkbox"/> Registered Mail Restricted Delivery <input checked="" type="checkbox"/> Certified Mail® <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Collect on Delivery <input type="checkbox"/> Collect on Delivery Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Insured Mail Restricted Delivery (over \$500) </p> <p style="text-align: right;"><input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Signature Confirmation™ <input type="checkbox"/> Signature Confirmation Restricted Delivery</p>

PS Form 3811, July 2015 PSN 7530-02-000-9053 Domestic Return Receipt

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<p><input checked="" type="checkbox"/> Complete items 1, 2, and 3.</p> <p><input checked="" type="checkbox"/> Print your name and address on the reverse so that we can return the card to you.</p> <p><input checked="" type="checkbox"/> Attach this card to the back of the mailpiece, or on the front if space permits.</p> <p>1. Article Addressed to:</p> <p style="margin-left: 40px;">New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505</p> <p style="text-align: center;">9590 9402 1758 6074 6891 08</p> <p>2. Article Number (Transfer from service label)</p> <p style="margin-left: 40px;">7008 1140 0001 9414 8583</p>	<p>A. Signature X <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) C. Date of Delivery</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p> <p>3. Service Type <input type="checkbox"/> Priority Mail Express® <input type="checkbox"/> Registered Mail™ <input type="checkbox"/> Registered Mail Restricted Delivery <input checked="" type="checkbox"/> Certified Mail® <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Collect on Delivery <input type="checkbox"/> Collect on Delivery Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Insured Mail Restricted Delivery (over \$500) </p> <p style="text-align: right;"><input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Signature Confirmation™ <input type="checkbox"/> Signature Confirmation Restricted Delivery</p>

PS Form 3811, July 2015 PSN 7530-02-000-9053 Domestic Return Receipt

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Friday, March 31, 2017 3:52 PM
To: 'Colvin, Toya'
Subject: NSL Application for BP America Well: NEBU 604 Com No. 2H

Ms. Toya Colvin,

Please submit copies of the signed return receipts for the above subject stated NSL application request.

Your application is in work.

Thank you,

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

Cell: 505-930-6717

Fax: 505-476-3462

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

Website: <http://www.emnrd.state.nm.us/oed/>

SENDER: COMPLETE THIS SECTION

- ☒ Complete items 1, 2, and 3.
- ☒ 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:

WPX Energy Production, LLC
 Attn: Brennan West
 3500 One Williams Center
 Tulsa, OK 74172-0135

9590 9402 1758 6074 6890 85

2. Article Number (Transfer from service label)

7008 1140 0001 9414 8569

COMPLETE THIS SECTION ON DELIVERY

A. Signature

☒  ☒ Agent
☐ Addressee

B. Received by (Printed Name)

DISPATCH 12/2/2017

C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☒ No

3. Service Type

- | | |
|--|---|
| <input type="checkbox"/> Adult Signature | <input type="checkbox"/> Priority Mail Express® |
| <input type="checkbox"/> Adult Signature Restricted Delivery | <input type="checkbox"/> Registered Mail™ |
| <input checked="" type="checkbox"/> Certified Mail® | <input type="checkbox"/> Registered Mail Restricted Delivery |
| <input type="checkbox"/> Certified Mail Restricted Delivery | <input checked="" type="checkbox"/> Return Receipt for Merchandise |
| <input type="checkbox"/> Collect on Delivery | <input type="checkbox"/> Signature Confirmation™ |
| <input type="checkbox"/> Collect on Delivery Restricted Delivery | <input type="checkbox"/> Signature Confirmation Restricted Delivery |
| <input type="checkbox"/> Insured Mail | |
| <input type="checkbox"/> Insured Mail Restricted Delivery (over \$500) | |

PS Form 3811, July 2015 PSN 7530-02-000-9053

Domestic Return Receipt

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Tuesday, April 11, 2017 11:46 AM
To: 'Colvin, Toya'
Cc: Vermersch, Amy H, EMNRD; Pickford, Katherine, EMNRD; Perrin, Charlie, EMNRD; 'lisa@rwbyram.com'; Jones, William V, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; 'jglover@blm.gov'; 'dmankiew@blm.gov'
Subject: APPROVED NSL-7513_Northeast Blanco Unit 604 Com Well No. 2H, API #: 30-045-35794

Importance: High

Ms. Toya Colvin,

The following administrative order has been issued and will soon be available on the Division's web site: <http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

NSL-7513

BP America Production Company

API #: 30-045-35794

WELL: Northeast Blanco Unit 604 Com Well No. 2H, San Juan County

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

Cell: 505-930-6717

Fax: 505-476-3462

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

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