

ABOVE THIS LINE FOR DIVISION USE ONLY

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



BC Operating, INC  
Cambio 31 #1  
5737

**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.

Print or Type Name	Signature	Title	Date
e-mail Address			

# BC OPERATING, INC.

P.O. Box 50820  
Midland, Texas 79710

RECEIVED  
303 Veterans Air Park Lane, Suite 600  
Midland, Texas 79705  
2007 NOV 28 AM 11:11  
(432) 684-9696  
Fax (432) 686-0600

November 27, 2007

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

Attn: Will Jones

RE: Cambio 31 #1; Lea County; API # 30-025-36480

Dear Mr. Jones,

BC Operating is requesting a non-standard location for the above mentioned well. We re-entered this well permitting it in the Edison: Morrow, North (Gas) Pool. The Morrow was unsuccessful and we plugged back to the Townsend Permo Upper Penn (59847) Pool. This pool is 40 acre spacing and per the statewide rules, we can only be 330' from the quarter-quarter of the section and our location is 1230' FNL making us only 90' from the south quarter-quarter.

I have enclosed a quarter mile radius map showing that there are not other offset wells.

Please contact me at 432.684.9696 x 216 if you should have any questions.

Sincerely,



Pam Botkin  
Engineering Tech

Cc: District Office – Donna Mull  
Well file

**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 October 12, 2005  
 Submit to Appropriate District Office  
 State Lease - 4 Copies  
 Fee Lease - 3 Copies  
 AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

<sup>1</sup> API Number 30-025-36480	<sup>2</sup> Pool Code 59847	<sup>3</sup> Pool Name Townsend Permo Upper Penn
<sup>4</sup> Property Code 36465	<sup>5</sup> Property Name Cambio 31	<sup>6</sup> Well Number 1
<sup>7</sup> OGRID No. 160825	<sup>8</sup> Operator Name BC Operating	<sup>9</sup> Elevation 4015

<sup>10</sup> Surface Location

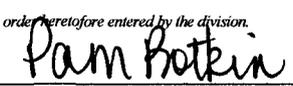
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	18	15S	35E		1230	North	1054	West	Lea

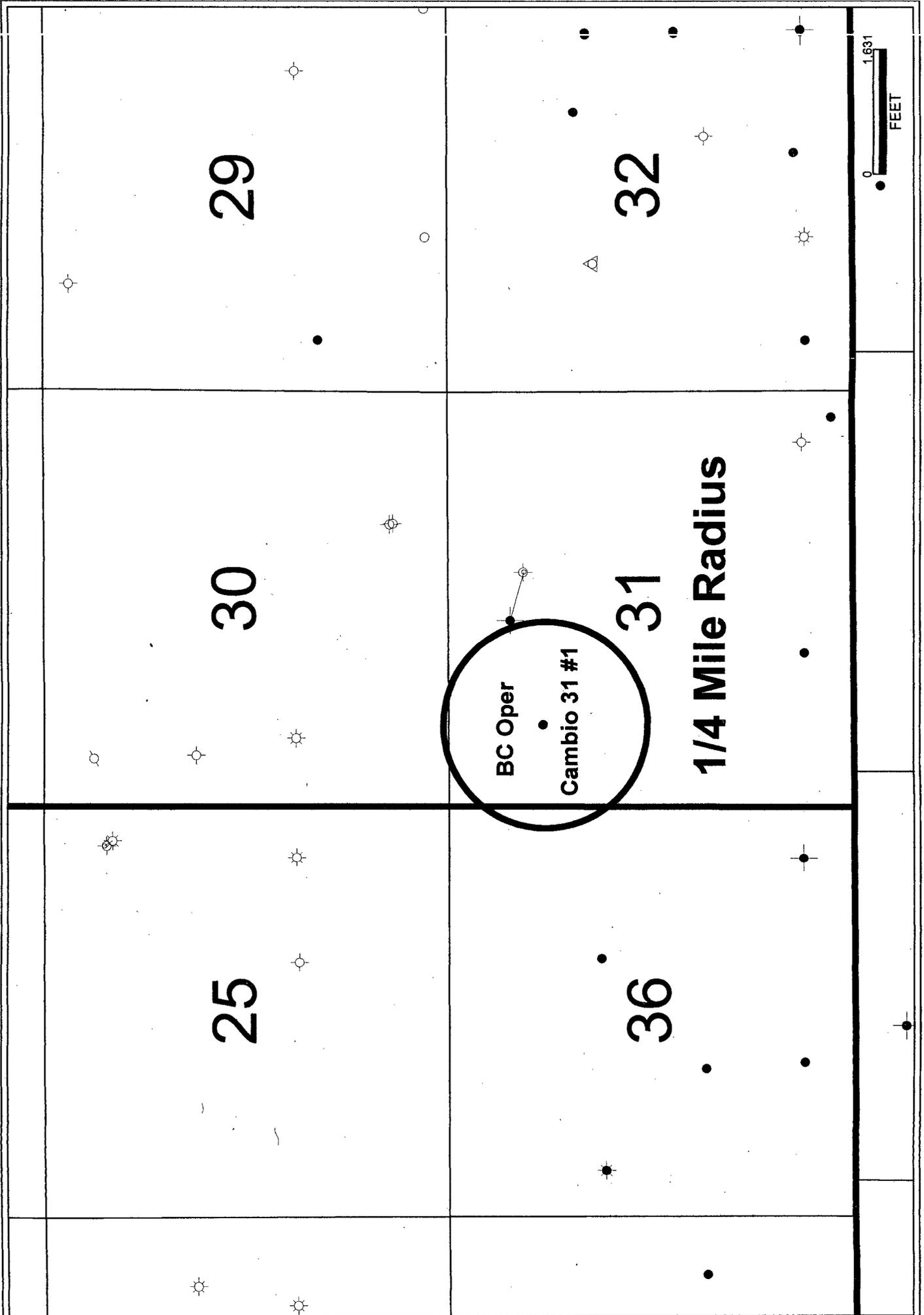
<sup>11</sup> Bottom Hole Location If Different From Surface

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 40	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> 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	<b><sup>17</sup> OPERATOR CERTIFICATION</b>			
	<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		11/27/07 Date	
<b><sup>18</sup> SURVEYOR CERTIFICATION</b> <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:				
Certificate Number				



**Brooks, David K., EMNRD**

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**From:** Pam Botkin [pbotkin@usaonline.net]  
**Sent:** Wednesday, December 05, 2007 8:56 AM  
**To:** Brooks, David K., EMNRD  
**Cc:** Jaron Simon  
**Subject:** Cambio 31 #1 Non-standard Location

December 5, 2007

Dear Mr. Brooks,

After speaking with you this morning, you needed to know about the ownership of the 40 acres to south of our Cambio well.

BC Operating owns 320 acres in the north  $\frac{1}{2}$  of Sec 31, T15S, R35E of Lea County. This would include the 40 acres that the Cambio well is in and the 40 acres to the south of the Cambio 31 #1 well.

I was looking over the C-102 that I sent to you and noticed that I mistakenly stated that the well was in Section 18, it is in Section 31 of T15S,R35E. I apologize for any confusion this may have caused.

We have shut-in this well pending approval of the Non-standard location and your prompt attention will be greatly appreciated. If you have any other questions or concerns please let me know.

Sincerely,  
Pam Botkin  
Engineering Tech

*Pam Botkin*

*BC Operating*  
*432.684-9696 (Ext 216)*

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This inbound email has been scanned by the MessageLabs Email Security System.

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12/8/2007