



# Jicarilla Apache Energy Corporation

July 23, 2008

NM Oil Conservation Division  
2040 S. Pacheco  
Santa Fe, NM 87505

The Jicarilla Apache Energy Corporation (JAECO) is requesting administrative approval of a Non-Standard Proration Unit for the Apache JVA #5A (30-039-30515).

This well has been drilled and casing set and plans are to complete the well during the second week of August 2008.

Any questions should be addressed to Jesse Evans (575-759-3224). Thank you for your quick response to this request.

Sincerely,

A handwritten signature in black ink that reads "Jesse Evans". The signature is fluid and cursive, with a long horizontal stroke at the end.

Jesse D. Evans, CEO & President

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

**RECEIVED**

APR 04 2008

Form C-102  
Revised June 10, 2003  
Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

Bureau of Land Management  AMENDED REPORT  
Farmington Field Office

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

<sup>1</sup> API Number 30-039-30515		<sup>2</sup> Pool Code 72319		<sup>3</sup> Pool Name Blanco-Mesaverde	
<sup>4</sup> Property Code 5415		<sup>5</sup> Property Name JVA			<sup>6</sup> Well Number 5A
<sup>7</sup> OGRID No. 11859		<sup>8</sup> Operator Name Jicarilla Apache Energy Corporation			<sup>9</sup> Elevation 7230' UGL

<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
1	29	27N	2W	1	660	South	1052	East	Rio Arriba

<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 216.25	<sup>13</sup> Joint or Infill Y	<sup>14</sup> Consolidation Code	<sup>15</sup> 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

	<p><sup>17</sup> OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p>Signature: <i>Charles Neeley</i> Printed Name: Charles Neeley Title and E-mail Address: Agent/PF neecele@acrnct.com Date: May 12, 2004</p>
	<p><sup>18</sup> 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.</p> <p>Date of Survey: 4-29-05 Signature and Seal of Professional Surveyor: <i>Cecil B. Neeley</i> Certificate Number: 9672</p>

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED

APPLICATION FOR PERMIT TO DRILL OR REENTER APR 04 2008

Bureau of Land Management  
Farmington Field Office

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. 204900001 701-02-0019	
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name Jicarilla Apache Tribe	
2. Name of Operator Jicarilla Apache Energy Corporation		7. If Unit or CA Agreement, Name and No. Joint Venture Agreement	
3a. Address P.O. Box 710, Dulce, New Mexico 87528		8. Lease Name and Well No. JVA 5A	
3b. Phone No. (include area code) 505-759-3224		9. API Well No. 30-039-2741 30575	
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface 660' FSL & 1052' FEL At proposed prod. zone A/A		10. Field and Pool, or Exploratory Blanco Mesa Verde	
14. Distance in miles and direction from nearest town or post office* Approximately 30 miles South of Dulce, NM		11. Sec., T., R., M., or Blk. and Survey or Area Sec 29, T27N, R2W, NMPM	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 660'	16. No. of Acres in lease 4653	17. Spacing Unit dedicated to this well East 1/2 of 29-27N-2W 216.78	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1906' W of JVA 2	19. Proposed Depth 6200'	20. BLM/BIA Bond No. on file CD @ BIA	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 7230' UGL	22. Approximate date work will start* May 15, 2008	23. Estimated duration 15 Drilling Days	

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature 	Name (Printed/Typed) Charles Neeley	Date 4/3/08
Title Agent/PE		
Approved by (Signature) 	Name (Printed/Typed)	Date 5/9/08
Title AFM	Office FFO	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached. *NMOC D approval is required for the NSP.*

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

\*(Instructions on reverse)

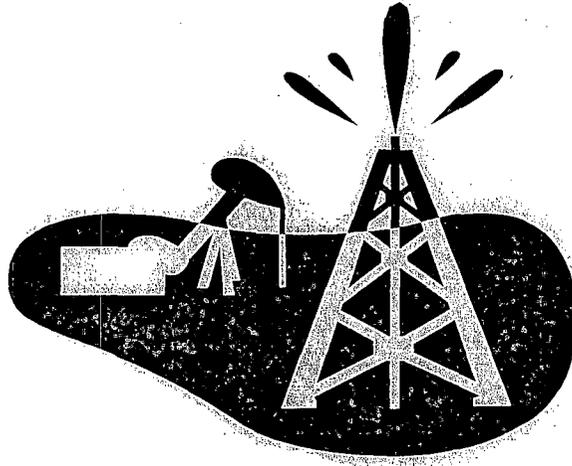
SEE ATTACHED FOR  
CONDITIONS OF APPROVAL

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".

OPERATOR



TRANSMITTAL COVER SHEET

OIL CONSERVATION DIVISION  
1220 S. ST. FRANCIS DRIVE  
SANTA FE, NM 87505  
(505) 476-3440  
(505)476-3462 (Fax)

PLEASE DELIVER THIS FAX:

TO: Mr. Jesse D. Evans 575-759-3885

FROM: David K. Brooks

DATE: 9-9-08

PAGES: 2

SUBJECT: Apache JVA #5A

NSP Application

IF YOU HAVE TROUBLE RECEIVING THIS FAX, PLEASE CALL THE OFFICE  
NUMBER ABOVE.



New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**

Governor

**Joanna Prukop**  
Cabinet Secretary  
**Reese Fullerton**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



September 9, 2008

Mr. Jesse D. Evans  
Jicarilla Apache Energy Corporation  
2300 Dulce Rock Drive  
Dulce, NM 87528  
FAX No. 575-759-3885

**Re: Apache JVA Well No. 5A  
Non-Standard Unit Application**

Dear Mr. Evans:

I have reviewed the referenced application for approval of a non-standard unit in the Blanco Mesaverde Gas Pool.

In order to address this application properly, I want to be sure I understand the configuration of the section where this is located. I assume from the plat submitted that Section 29 consists of the north half and Lots 1 through 4 as the South half equivalent. If that assumption is correct, then the unit you are asking for would consist of the NE/4 (160 acres) plus Lots 1 and 2, which would also constitute the E/2 equivalent, for a total of 216.25 acres. I am thus assuming that Section 29 is truncated to the south, and the cross-hatched area shown on the plat attached to the application is not part of Section 29.

Please confirm if these assumptions are correct.

If you have questions or other concerns, please feel free to contact the undersigned.

Very truly yours,

David K. Brooks  
Legal Examiner  
505-476-3450  
david.brooks@state.nm.us

