

BC OPERATING, INC.

RECEIVED

P.O. Box 50820
Midland, Texas 79710

2008 DEC 8 PM 4 30

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

December 5, 2008

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

RE: Surface Commingle
Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico

Dear Sir,

BC Operating respectfully requests approval for ~~Surface Commingle~~ of gas production for the Angell #1 and the Angell #2 wells in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the ~~Duke Angell 11-#1~~ connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

Please find enclosed C-107-B, C102 for each well, schematic diagram of facility and waivers from all interest owners. If you have any questions or concerns regarding this application please contact Jason Wacker at 432-684-9696.

Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

12-08-08 DATE IN	SUSPENSE	R. Ezeanyim ENGINEER	12-9-08 LOGGED IN	CTB TYPE	PKAA 0834429791 APP NO.
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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



Angell #1 & #2
APIs 30-025-37902
30-025-39016
BC Operating Co.

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.

Pam Botkin
Print or Type Name

Pam Botkin
Signature

Engineering Tech
Title

12-5-08
Date

pbotkin@blackoakres.com
e-mail Address

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, 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 June 10, 2003

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: BC-Operating, Inc.
OPERATOR ADDRESS: P O Box 50820 Midland, TX 79710
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
X 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

- (2) Are any wells producing at top allowables? ☐ Yes ☐ No
(3) Has 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. Lovington, Grayburg-San Andres (40580) and Lovington, Paddock (40660)
(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)

subtraction method

(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 attached 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: Pam Botkin TITLE: Engineering Tech DATE: 11-10-08
TYPE OR PRINT NAME Pam Botkin TELEPHONE NO.: 432-684-9696 x 216
E-MAIL ADDRESS: pbotkin@blackoakres.com

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. Frances Dr.
Santa Fe, NM 87505

Form C-102
Revised October 12, 2006
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-37902	Pool Code 40660	Pool Name Lovington Paddock
Property Code 35729	Property Name ANGEEL	Well Number C1
OGRID No. 160825	Operator Name BC OPERATING, INC.	Elevation 3831'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A ₃	11	17 S	36 E		660	NORTH	660	EAST	LEA

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

Dedicated Acres 4.2	Joint or Infill	Consolidation Code	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

check on Donna Hobbs				

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 undivided 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: *Kenneth C. Dickeson* Date: 5-30-06
Printed Name: Kenneth C. Dickeson

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.

May 25, 2006

Date of Survey: May 25, 2006 LVA
Signature & Seal of Professional Surveyor: *W.O. Num*
W.O. Num: 2006-0203
Certificate No. MACON McDONALD 12185

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, and Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, New Mexico 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

¹ API Number 30-025-39076	² Pool Code 40660	³ Pool Name Lovington Paddock
⁴ Property Code 35729	⁵ Property Name ANGELL	⁶ Well Number 2
⁷ OGRID No. 160825	⁸ Operator Name BC OPERATING, INC.	⁹ Elevation 3833'

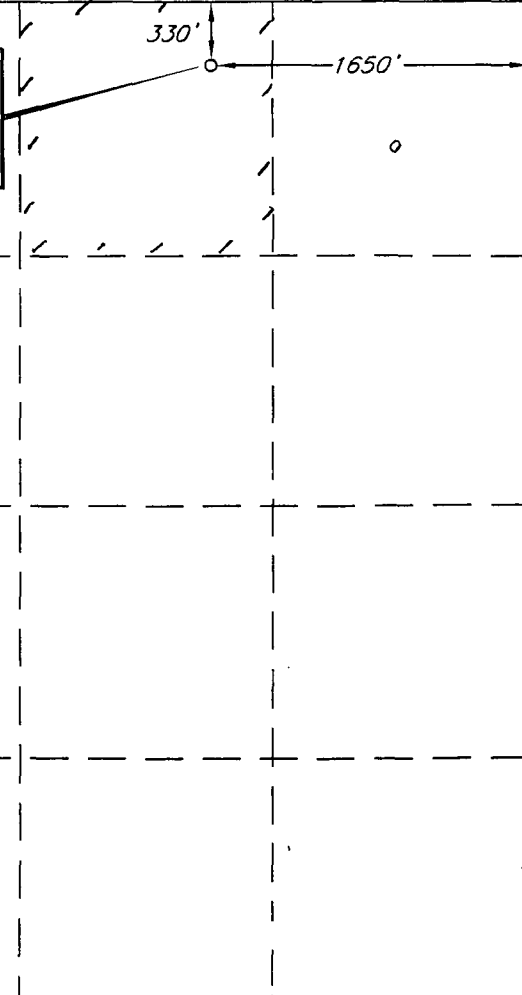
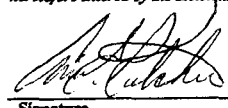
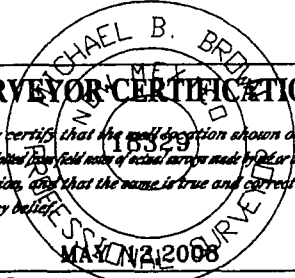

¹⁰ Surface Location

UL or lot no. B	Section 11	Township 17 SOUTH	Range 36 EAST, N.M.P.M.	Lot Idn	Feet from the 330'	North/South line NORTH	Feet from the 1650'	East/West line EAST	County LEA
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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	¹³	¹⁴ Consolidation Code	¹⁵ Order No.						

NO ALLOWABLE WELL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<div><p>¹⁶</p><p>NAD 27 NM E ZONE X = 810744 Y = 676579 LAT.: N 32.8559071 LONG.: W 103.3214257</p></div> 	<p>OPERATOR CERTIFICATION</p> <p>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.</p> <p> 7-28-08</p> <p>Signature Date</p> <p>Ann E. Ritchie</p> <p>Printed Name</p> <p>Regulatory Agent</p> <p>SURVEYOR CERTIFICATION</p> <p>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></p> <p>MAY 17 2008</p> <p>Date of Survey</p> <p></p> <p>Signature and Seal of Professional Surveyor</p> <p>Michael Bloke Brown R.P.S. #18329</p> <p>JOB #135662 / 96 SE / J.A.F.</p>
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T-17S R-36E

Gas Line

Alloc Meter @ #2 well

Angell #2

30-025-39076

Angell #1

30-025-37902

Sales Meter at tie-in Duke Angell 11#1 Meter

Angell Gas Corp

30-025-32826

11

12

BC OPER

BC OPER

FEET
1318

CTB-222
CTB-321
CTB-342
CTB-343

BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 12, 2008

Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

RE: Surface Commingle
Angell #1 (30-025-37902) and #2 (30-025-39076)
Sec 11, T17S, R 36E
Lea County, NM

BC Operating has applied for Surface Commingle for the lease involving the above mentioned wells. Enclosed is a copy of the application.

Please notify me of any other information you might need.

Sincerely,



Pam Botkin
Engineering Tech

BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 12, 2008


Bureau of Land Management
620 E. Greene
Carlsbad, NM 88220

RE: Surface Commingle
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Sec 11, T17S, R 36E
Lea County, NM

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Please notify me of any other information you might need.

Sincerely,



Pam Botkin
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BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Brett K. Bracken
415 W. Wall, Ste 1500
Midland, TX 79701

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

Please give your approval by signing below and faxing to BC Operating at 432-686-0600. If you have any questions or concerns regarding this application please contact Jason Wacker at 432-684-9696.

Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

Approval of Surface Commingling:

[Signature]

BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Veritas 321 Energy Partners LP
P O Box 173
Midland, TX 79702

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

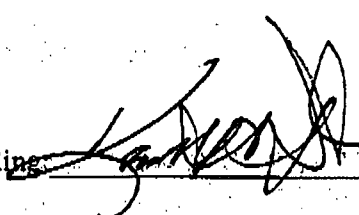
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Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

Approval of Surface Commingling: 

To **BC OPERATING, INC.**

11/18/08

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Jarvis Slade
535 Madison Ave
4th Floor
New York, NY 10022

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

Please give your approval by signing below and faxing to BC Operating at 432-686-0600. If you have any questions or concerns regarding this application please contact Jason Wacker at 432-684-9696.

Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

Approval of Surface Commingling:

J. J. Slade

BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Hanley Petroleum Inc.
415 W. Wall, Ste 1500
Midland, TX 79701

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

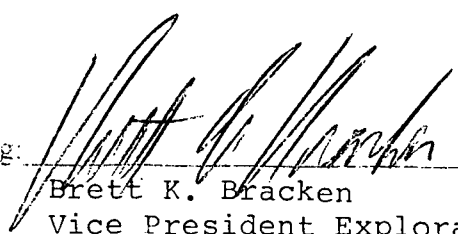
Please give your approval by signing below and faxing to BC Operating at 432-686-0600. If you have any questions or concerns regarding this application please contact Jason Wacker at 432-684-9696.

Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

Approval of Surface Commingling:


Brett K. Bracken
Vice President Exploration

BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Charles D Ray
P O Box 51608
Midland, TX 79710

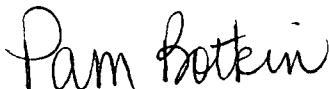
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Lea County, New Mexico
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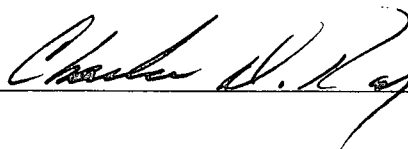
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Sincerely,



Pam Botkin
Engineering Tech

Approval of Surface Commingling: _____



BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Stillwater Investments
P O Box 51911
Midland, TX 79710-1911

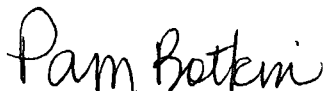
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30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

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Sincerely,



Pam Botkin
Engineering Tech

Approval of Surface Commingling: _____



BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Lhah Properties LLC
415 W. Wall, Ste 1500
Midland, TX 79701

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

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Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

Approval of Surface Commingling:

W. L. Hanley, Jr.

W. L. Hanley, Jr., Manager

BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Crossland Oil & Gas
Barry Bradford
P O Box 60070
Dallas, TX 75360-0070

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

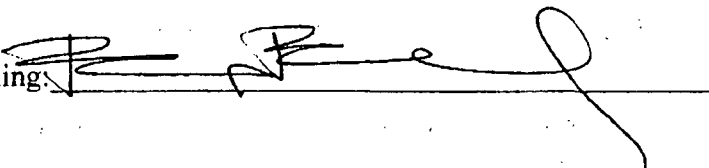
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Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

Approval of Surface Commingling



BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

I-43 Associates, Inc.
P O Box 51767
Midland, TX 79710

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

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Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

Approval of Surface Commingling: _____

[Signature]
Res

12/2/08

BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Vanguard Permian, LLC
7700 San Felipe, Ste 485
Houston, TX 77063

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

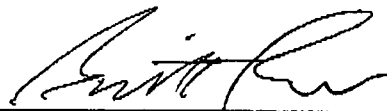
Please give your approval by signing below and faxing to BC Operating at 432-686-0600. If you have any questions or concerns regarding this application please contact Jason Wacker at 432-684-9696.

Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

Approval of Surface Commingling:



Britt Pence - V.P. Vanguard Permian, LLC

BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Tarpon Engineering Corp
P O Box 52002
Midland, TX 79710

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

Please give your approval by signing below and faxing to BC Operating at 432-686-0600. If you have any questions or concerns regarding this application please contact Jason Wacker at 432-684-9696.

Sincerely,



Pam Botkin
Engineering Tech

Approval of Surface Commingling: _____



BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Crump Family Partnership
P O Box 50820
Midland, TX 79710

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

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Sincerely,



Pam Botkin
Engineering Tech

Approval of Surface Commingling: _____



BC OPERATING, INC.

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Midland, Texas 79710

303 Veterans Air Park Lane, Suite 600
Midland, Texas 79705
(432) 684-9696
Fax (432) 686-0600

November 10, 2008

Crown Oil Partners
P O Box 50820
Midland, TX 79710

RE: Angell #1 and Angell #2
30-025-37902 and 30-025-39076
Lea County, New Mexico
Request for Surface Commingle

Dear Sir,

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

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Sincerely,



Pam Botkin
Engineering Tech

Approval of Surface Commingling: _____



BC OPERATING, INC.

P.O. Box 50820
Midland, Texas 79710

November 10, 2008

H6Holdings, LLC
P O Box 1212
Midland, TX 79702

RE: Angell #1 and Ang
30-025-37902 and
Lea County, New M
Request for Surface

H6Holdings, LLC
P O Box 1212
Midland, TX 79702

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:

2. Article Number

(Transfer from service label)

7007 2560 0003 3699 8258

COMPLETE THIS SECTION ON DELIVERY

A. Signature

x *Gretchen Bakker* ☐ Agent ☐ Address:

B. Received by (Printed Name)

Gretchen Bakker ☐ 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 ☐ Express Mail
- ☐ Registered ☐ Return Receipt for Merchandise
- ☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

Dear Sir,

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1

Please be advised that BC Operating has applied to surface commingle the Angell #1 well and the Angell #2 well in Sec 11, T-17S, R-36E of Lea County, New Mexico. An allocation meter will be set at the Angell #2 location and the sales meter is located at the Duke Angell 11 #1 connection. The Angell #1 gas production will be calculated by subtracting the allocation meter reading at the #2 from the sales meter reading at the connection.

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Sincerely,

Pam Botkin

Pam Botkin
Engineering Tech

Approval of Surface Commingling: _____