

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

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 _____

RECEIVED

APR 7 2003

Oil Conservation Division

[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.

James Bruce
 Print or Type Name

James Bruce
 Signature

Attorney for Applicant

Title

jamesbruc@aol.com

e-mail Address

4/7/03
 Date

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (PHONE)
(505) 982-2151 (FAX)

jamesbruc@aol.com

April 7, 2003

Hand Delivered

Michael E. Stogner
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Mr. Stogner:

Pursuant to Rule 104.F(2), Arch Petroleum Inc. ("Arch") applies for approval of an unorthodox oil well location for the following well:

Well: E.C. Hill "C" Well No. 4
Location: 1260 feet FSL & 990 feet FWL
Well Unit: SW $\frac{1}{4}$ SW $\frac{1}{4}$ S27, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

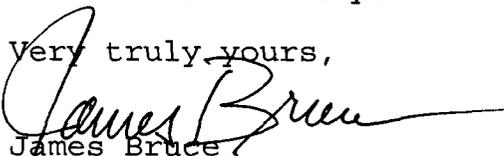
The well will be drilled to test the Teague Paddock-Blinebry Pool, which is an oil pool developed on statewide spacing. A Form C-102 for the well is attached as Exhibit A.

Exhibit B outlines the E.C. Hill "C" Lease, which covers the W $\frac{1}{2}$ SW $\frac{1}{4}$ of Section 27. The E.C. Hill "C" Well Nos. 1 and 2 are completed in the Teague Paddock-Blinebry Pool, and Arch desires to move away from those wells to minimize drainage effects. **The SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 27 will be simultaneously dedicated to the Nos. 1 and 4 wells,** and Arch requests approval of the simultaneous dedication.

The location is interior to the lease, and interest ownership in the lease is common, so no one is adversely affected by the location. Therefore, notice of the location has not been given.

Please call me if you need anything further regarding this matter.

Very truly yours,


James Bruce

Attorney for Arch Petroleum Inc.

*Talked w/ Jim Bruce
@ 3:16 pm on 4-8-03
- See lease covering 80 acres*

DISTRICT I

P.O. Box 1080, Hobbs, NM 88241-1080

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised February 10, 1984

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

DISTRICT II

P.O. Boxer 80, Artesia, NM 88211-0710

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT III

1000 Rio Brazos Rd., Artesia, NM 87410

DISTRICT IV

P.O. Box 2088, Santa Fe, N.M. 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number	Pool Code	Pool Name
	58300	TEAGUE PADDOCK BLINEBRY
Property Code	Property Name	Well Number
27142	E.C. HILL "C"	4
OGRID No.	Operator Name	Elevation
962	ARCH PETROLEUM, INC.	3286'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	27	23-S	37-E		1260'	SOUTH	990'	WEST	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	Joint or Infill	Consolidation Code	Order No.
40			

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

GEODETIC COORDINATES
 NAD 27 NME
 Y = 464490.3
 X = 864000.0
 LAT. 32°16'17.43"N
 LONG. 103°09'20.42"W

OPERATOR CERTIFICATION

I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.

Joe T. Janica

Signature

Joe T. Janica

Printed Name

Agent

Title

03/13/03

Date

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.

MARCH 04, 2003

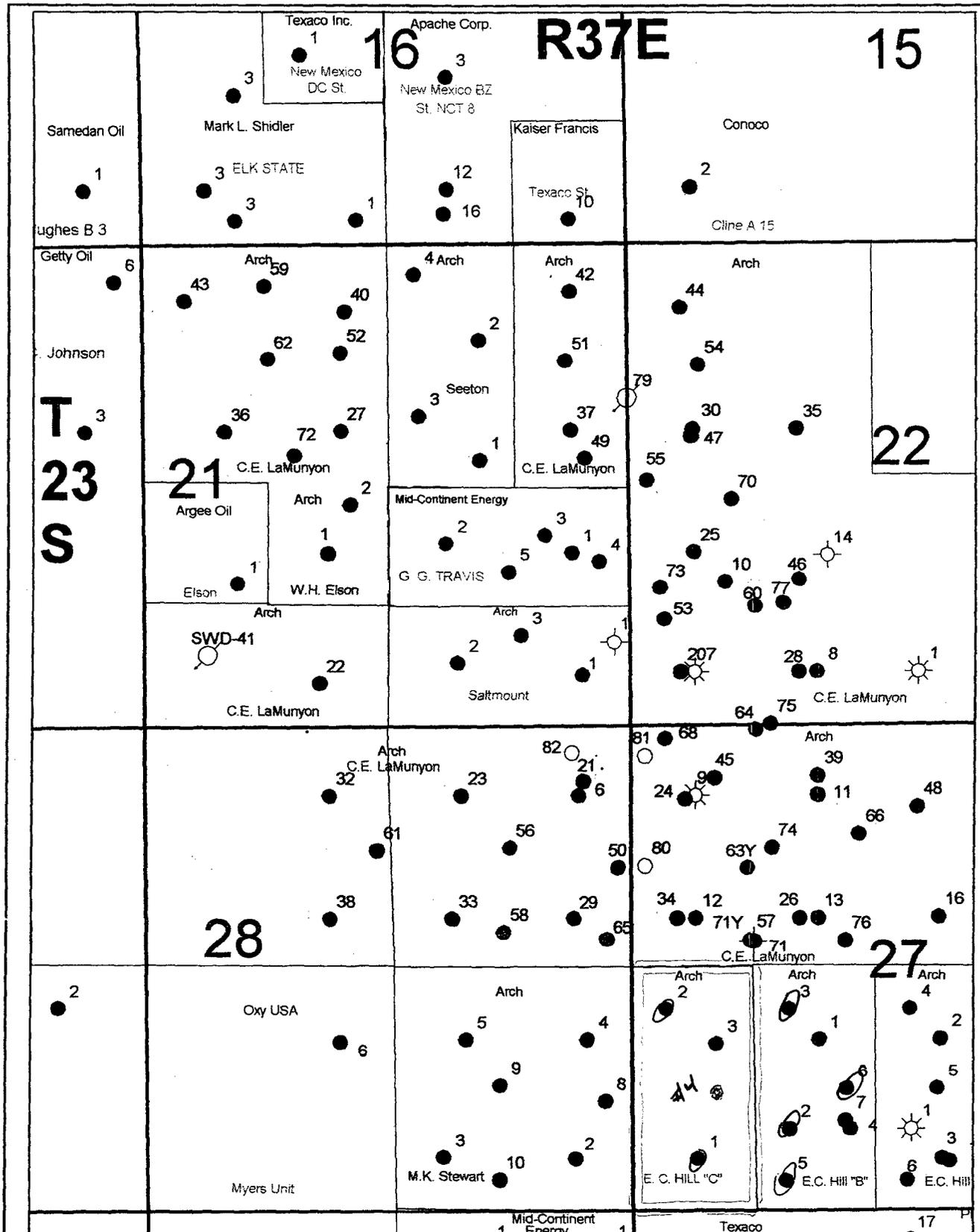
Date Surveyed A.W.B

Signature *Ronald J. Edson*

Professional Surveyor

Certificate No. RONALD J. EDSON 3339 3339
GARY EDSON 12641 12641

EXHIBIT A



O. Padgett-B. Dineen Wells

EXHIBIT B

Blumberg No. 5008

ARCH PETROLEUM INC.		
TEAGUE PROSPECT LEASE MAP		
GEOLOGIST: G. CURRY	Date: 30 October, 2002	BASE LEASE GMP
Scale: <Scale>		