

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 30-015-37778

		INDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE	
Applic	[DHC-Down [PC-Poc [WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE dard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] hole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] of Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] fied Enhanced Oil Recovery Certification] [PPR-Positive Production Response]	
[1]	TYPE OF API [A]	PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD	
	Check [B]	One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM	
	[C]	Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM Injection - Disposal - Pressure Increase - Enhanced Oil Recovery V V V WFX PMX SWD IPI EOR PPR Other: Specify V V V V	
	[D]	Other: Specify	
[2]	NOTIFICATI [A]	ON REQUIRED TO: - Check Those Which Apply, or Does Not Apply Image: Constraint of the second secon	
	[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	
503			

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] 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.

Milliam Miller Print or Type Name Landman 5/24/10 Title Date Signature

e-mail Address



Certified Receipt Return

May 20, 2010

Oil Conservation Division 1220 St. Francis Drive Santa Fe, New Mexico 87504

Attention: Mr. David Brooks

RE: Unorthodox Location Administrative Approval Request Rocket Federal #5H SHL:180' FSL 1980' FEL BHL:330' FNL1980' FEL Section 3, T-26S R-29E Eddy County, New Mexico

Dear Mr. Brooks:

Marbob Energy Corporation requests approval for the Rocket Federal #5H unorthodox location described above. The well is unorthodox because the Bureau of Land Management moved our original location (330' FSL 1980') to this unorthodox location. The BLM moved the location due to surface issues. This puts the location 150' unorthodox to the south line of the SW/4SE/4.

Marbob is the operator of the affected proration unit(s) in the NW/4NE/4, NE/4NE/4, NE/4NW/4 of Section 10 T26S R29E. No notification will be given to another operator because Marbob is the operator of the affected proration unit(s). Out of caution, Marbob will send Yates Petroleum notice due to the fact they are working interest owners in the affected proration unit(s). Enclosed is a copy of form C-102 showing the location and proposed proration unit. Also, enclosed is a map showing affected spacing unit(s).

Thank you for your help in this matter.

Sincerely,

William Miller Landman

Attachments

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 68240 State of New Mexico

Energy, Minerals and Natural Resources Department

DISTRICT II 1301 W. GRAND AVENUE, ARTESIA, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

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

DISTRICT IV WELL LOCATION AND ACREAGE DEDICATION PLAT □ AMENDED REPORT 1220 S. ST. FRANCIS DR., SANTA FE, NM 87505 Pool Code Pool Name API Number 96217 30-015 BONE SPRING SE WILLOW LAKE, Property Code Property Name Well Number ROCKET FEDERAL 5H**Operator** Name OGRID No. Elevation MARBOB ENERGY CORPORATION 2980 14049 Surface Location Range Lot Idn Feet from the North/South line Feet from the East/West line III. or lot No. Section Township County 26-S 180 3 29-E SOUTH 1980 EAST 0 EDDY Bottom Hole Location If Different From Surface Lot Idn Feet from the North/South line UL or lot No. Section Township Range Feet from the East/West line County 3 26-S 29-E 330 NORTH 1980 В EDDY EAST Joint or Infill Consolidation Code Order No Dedicated Acres 160 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 Š OPERATOR CERTIFICATION I hereby certify that the information 1980 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 B.H. or unlessed mineral interest in the land including the proposed boltom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. 3997 È GEODETIC COORDINATES 1)2-19-10NAD 27 NME Signature Date SURFACE LOCATION Y=387428.2 N NANCY T. AGNEW 60.0 X=612924.0 E Printed Name 4846. 7.18 IAT.=32.064631° N LONG.=103.968801' W SURVEYOR CERTIFICATION 1 BOTTOM HOLE LOCATION I bereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or AZ. \subset Y=392268.0 N HOR7. X=612696.1 E GRID. under my supervision, and that the same is true and correct to the best of my belief. o the -1-2 2.000 JANUARY 12, 96849 Date Surveyed, ΙA Signature & Seal of Professional Surveyor DETAIL Z 2970.6' 2981.3 2010 600 \cap 600 SEE DETAIL Certificate No. RONALD EIDSON 3239 2981.8 2984.6 S.L 1980' 180

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May 24, 2010

Fax & Certified Mail

Yates Petroleum Corp. 105 South 4th Street Artesia, NM 88210

> RE: Unorthodox Location Administrative Approval Request Rocket Federal #5H SHL:180' FSL 1980' FEL BHL:330' FNL1980' FEL Section 3, T-26S R-29E Eddy County, New Mexico

To Whom It May Concern:

Yates Petroleum Corp. is a working interest owner of leasehold within the notice area of this proposed location. This letter serves as notice of our application for approval of this project. A copy of the full application is enclosed for your review. If you have any objection to this application please timely file your objection with New Mexico Oil Conservation Division (NMOCD) in Santa Fe within 20 days of this notice. If you have any questions regarding our application please contact me.

Sincerely,

William Miller Land Department

/wm Attachments

From:Brooks, David K., EMNRDSent:Thursday, May 27, 2010 11:04 AMTo:'William Miller'Subject:Rocket Federal #3H and Rocket Federal #5H NSL applications

Dear Mr. Mill

I have looked at the referenced applications.

For each of these horizontal wells, we need to know the footage location of the "penetration point" of the Bone Spring formation, as that term is defined in Rule 16.7.F.

Also, where the applicant is the operator of an affected spacing unit, Rule 4.12.A(2)(b) requires that notice be given to working interest owners unless working interest ownership in the affected unit is identical to that in the unit where the well will be located. In the #5H application, you have included proof of notice to Yates whom you indicate is a working interest owner in one or more of the affected units, but you have not expressly stated whether Yates is the only such working interest owner. In the #3H application, I find no statement concerning working interest ownership in the affected units.

We will appreciate your supplying the above-requested information.

Sincerely

David K. Brooks Legal Examiner

From:	Brooks, David K., EMNRD
Sent:	Tuesday, June 01, 2010 1:32 PM
То:	'William Miller'
Subject:	RE: Rocket Federal #3H and Rocket Federal #5H NSL applications

Dear Mr. Miller

Thanks for your prompt attention to my request.

When you have sent the notices, please furnish either a copy of the cover letter, or a statement conforming to Rule 15.13.D, that notice was sent.

Sincerely

David K. Brooks Legal Examiner

From: William Miller [mailto:wmiller@marbob.com]
Sent: Tuesday, June 01, 2010 11:44 AM
To: Brooks, David K., EMNRD
Subject: RE: Rocket Federal #3H and Rocket Federal #5H NSL applications

Mr. Brooks,

The penetration point for both wells will be the same as the surface location.

As far as the working interest owners, notice will be sent and a copy furnished to you. The N/2N/2 of sec. 10 is Yates & Marbob. Yates has been notified. The NE/4 of sec. 9 is OXY, Yates, Marbob. Oxy has been notified already and I will send notification to Yates. The E/2SE/4 is all marbob. Thank you.

William Miller Marbob Energy Corp.

From: Brooks, David K., EMNRD [mailto:david.brooks@state.nm.us]
Sent: Thursday, May 27, 2010 11:04 AM
To: William Miller
Subject: Rocket Federal #3H and Rocket Federal #5H NSL applications

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From:	Brooks, David K., EMNRD
Sent:	Thursday, June 17, 2010 9:54 AM
То:	'William Miller'
Subject:	Rocket Federal #5H; NSL Application

Dear Mr. Miller

This will serve as a reminder that I have not received the proof of notice to Yates and OXY for this application, as per your email of June 1.

Thanks

David K. Brooks Legal Examiner

From: Sent: To: Subject: Attachments: William Miller [wmiller@marbob.com] Thursday, June 17, 2010 10:22 AM Brooks, David K., EMNRD RE: Rocket Federal #5H; NSL Application Rocket #5.pdf; rocket #5-1.pdf

Mr. Brooks,

Yates is the only required party in the Rocket Fed #5H notification. Oxy has interest in NE/4 of sec. 9 but they are not in the affected proration units or offset proration units. Attached is the notice given to Yates. Thank you.

William Miller Marbob Energy Corp

From: Brooks, David K., EMNRD [mailto:david.brooks@state.nm.us]
Sent: Thursday, June 17, 2010 9:54 AM
To: William Miller
Subject: Rocket Federal #5H; NSL Application

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David K. Brooks Legal Examiner

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600 <i>2</i> .	Sent To Yates Petroleum Corporation			

 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. 	COMPLETE THIS SECTION ON DELIVERY A. Signature X Multiplication B. Received by (Printed Name) C. Date of Delivery		
Artach this cald to the back of the maliplece, or on the front if space permits. Article Addressed to:	D. Is delivery address different from item 1? If YES, enter delivery address below: No		
Attn: Land Department Yates Petroleum Corporation 105 South Fourth Street	MAY 2 8 2010		
Artesia, NM 88210 Rocket Fed #5H / NSL	Service Type Certified Mail Pexpress Mail Registered Return Receipt for Merchandise Insured Mail C.O.D.		
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PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540			

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May 24, 2010

Fax & Certified Mail

Yates Petroleum Corp. 105 South 4th Street Artesia, NM 88210

> RE: Unorthodox Location Administrative Approval Request Rocket Federal #5H SHL:180' FSL 1980' FEL BHL:330' FNL1980' FEL Section 3, T-26S R-29E Eddy County, New Mexico

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Sincerely,

William Miller Land Department

/wm Attachments



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 Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: 	D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No	
Attn: Land Department Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210 Rocket Fed #5H / NSL	MAY 2 8 2010 3. Service Type Certified Mail Pregistered Insured Mail C.O.D.	
	4. Restricted Delivery? (Extra Fee)	
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PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540		

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