

DATE IN <u>10.11.10</u>	SUSPENSE	ENGINEER <u>DILB</u>	LOGGED IN <u>10.11.10</u>	TYPE <u>NSL</u>	APP NO. <u>1028435265</u>
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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



Cimarex

Barton 6 Fed #2

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

6286

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

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[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

Signature

Attorney
 Title

Date

jamesbruc@aol.com
 e-mail Address

10/8/10

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

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SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

October 8, 2010

Mark E. Fesmire, P.E.
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Mr. Fesmire:

Pursuant to Division Rule NMAC 19.15.15.13, Cimarex Energy Co. of Colorado applies for approval of an unorthodox oil well location for the following well:

<u>Well name:</u>	Burton "6" Fed. Well No. 2
<u>Surface location:</u>	475 feet FNL & 1500 feet FWL
<u>Bottom hole location:</u>	330 feet FSL & 1980 feet FWL
<u>Well unit:</u>	E½W½ of Section 6, Township 20 South, Range 30 East, N.M.P.M., Eddy County, New Mexico

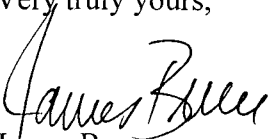
The well is in the Parkway-Bone Spring Pool, which is an oil pool. Under Oil Conservation Division regulations, wells in the pool are spaced on 40 acres, with wells to be no closer than 330 feet to a quarter-quarter section line. A Form C-102 is attached as **Exhibit A**.

Applicant desired to place the proposed well at an orthodox location, but the Bureau of Land Management requested the location be moved to the west to avoid surface disturbance (the surface drops off to the east). **Exhibit B**.

The W½ of Section 6 is covered by Federal Lease NM 124659, with common ownership. **Exhibit C**. Therefore, no one has been sent notice of this application.

Please call me if you have any questions concerning this application.

Very truly yours,



James Bruce

Attorney for Cimarex Energy Co. of Colorado

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
1820 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised October 15, 2009

Submit one copy to appropriate
District Office

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 49622	Pool Name <i>under</i> Parkway; Bone Spring
Property Code	Property Name BURTON "6" FEDERAL	Well Number <i>2</i>
OGRID No. 162683	Operator Name CIMAREX ENERGY CO. OF COLORADO	Elevation 3323'

Surface Location

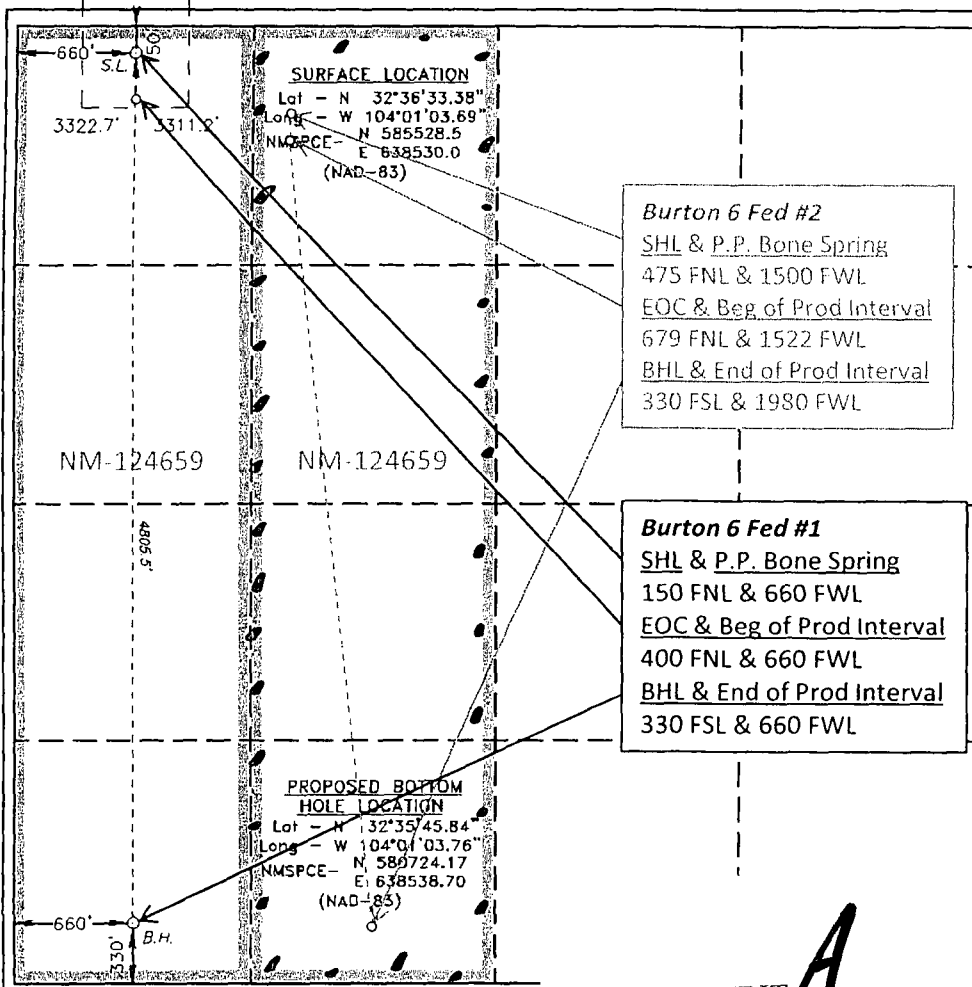
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	6	20 S	30 E	<i>475-150</i>	<i>1500</i>	NORTH	<i>1500</i>	WEST	EDDY

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
M	6	20 S	30 E		330	SOUTH	<i>660</i>	WEST	EDDY

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
140.08			<i>1980</i>

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
3326.8' 3321.4' OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



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 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.

9/28/2010

Signature Date

Zeno Farris

Printed Name

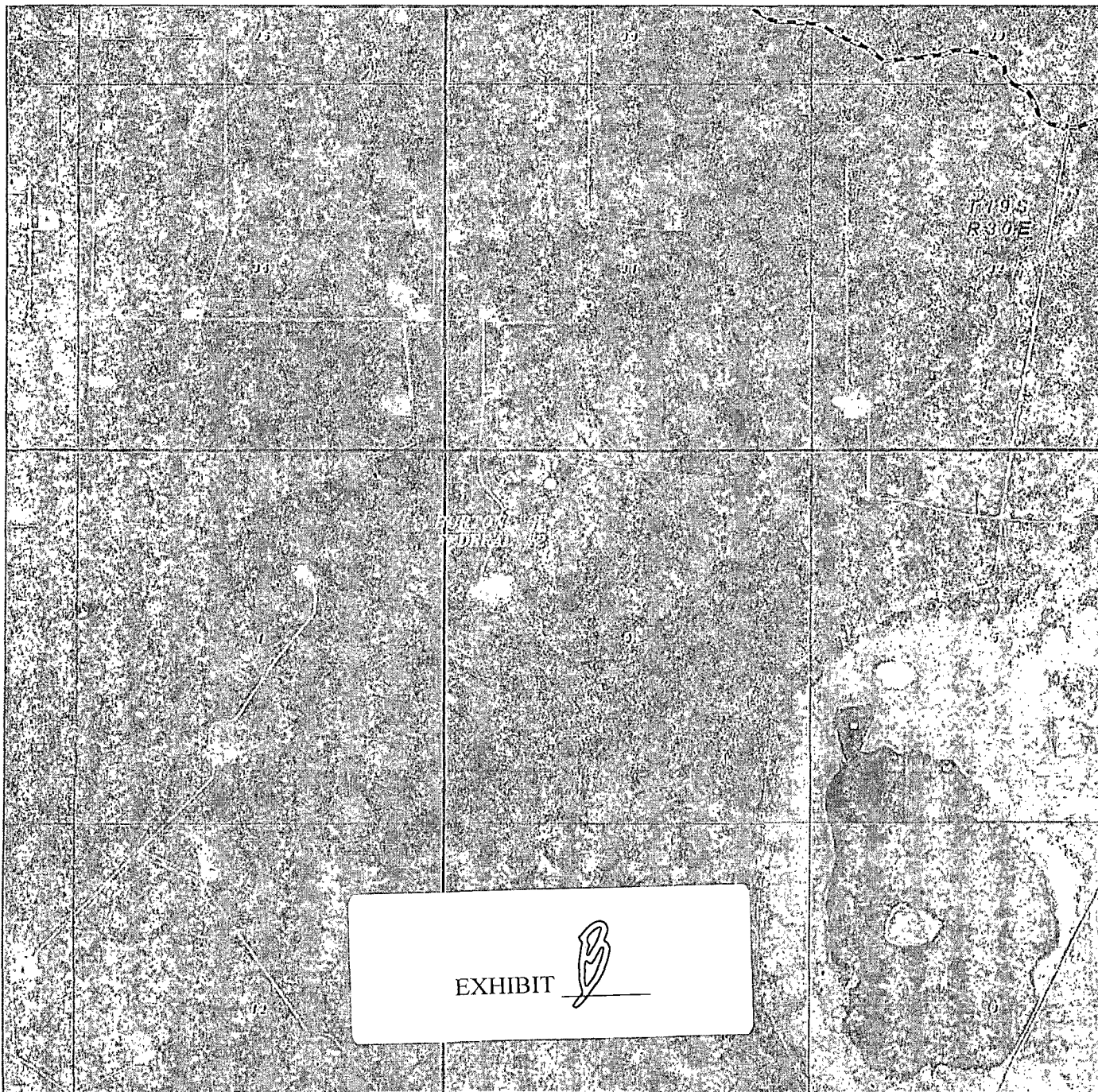
SURVEYOR CERTIFICATION

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.

Date Surveyed
Signature of Professional Surveyor
Professional Surveyor
No. 2200
Certificate No. Gary L. Jones 7977

BASIN SURVEYS

EXHIBIT *A*



BURTON "6" FEDERAL #2
Located 475' FNL and 1500' FWL
Section 6, Township 20 South, Range 30 East,
N.M.P.M., Eddy County, New Mexico.

basin
surveys
focused on excellence
in the oilfield

P.O. Box 1786
1120 N. West County Rd.
Hobbs, New Mexico 88241
(575) 393-7316 - Office
(575) 392-2206 - Fax
basinsurveys.com

W.O. Number: JMS 23084

Scale: 1" = 2000'

YELLOW TINT - USA LAND
BLUE TINT - STATE LAND
NATURAL COLOR - FEE LAND

CIMAREX
ENERGY CO.
OF COLORADO

**DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
CASE RECORDATION
(MASS) Serial Register Page**

Run Time 01:07 PM

Page 1 of 1

Run Date: 10/08/10

01 12-22-1987;101STAT1330;30USC181 ET SE
Case Type 312021: O&G LSE COMP PD -1987
Commodity 459: OIL & GAS L
Case Disposition: AUTHORIZED

Total Acres
558.280

Serial Number
NMNM-- - 124659

Serial Number: NMNM-- - 124659

Name & Address	Int Rel	% Interest
SCHUTZ DOUG J PO BOX 973 SANTA FE NM 87504	LESSEE	100.000000000

Serial Number: NMNM-- - 124659

Mer Twp Rng Sec	STyp	SNr Suff	Subdivision	District/Field Office	County	Mgmt Agency
23 0200S 0300E 006	ALIQ		S2NE, SENW, E2SW, W2SE;	CARLSBAD FO	EDDY	BUREAU OF LAND MGMT
23 0200S 0300E 006	LOTS		1-7;	CARLSBAD FO	EDDY	BUREAU OF LAND MGMT

Serial Number: NMNM-- - 124659

Act Date	Code	Action	Action Remark	Pending Office
03/05/2010	387	CASE ESTABLISHED	201004009;	
04/21/2010	191	SALE HELD		
04/21/2010	267	BID RECEIVED	\$1788800.00;	
05/21/2010	237	LEASE ISSUED		
05/21/2010	974	AUTOMATED RECORD VERIF	RAYO/RAYO	
06/01/2010	496	FUND CODE	05;145003	
06/01/2010	530	RLTY RATE - 12 1/2%		
06/01/2010	868	EFFECTIVE DATE		
05/31/2020	763	EXPIRES		

Serial Number: NMNM-- - 124659

Line Nr	Remarks
02	STIPULATIONS ATTACHED TO LEASE:
03	NM-11-LN SPECIAL CULTURAL RESOURCE
04	SENM-LN-1 CAVE-KARST OCCURRENCE AREA
05	SENM-S-1 POTASH STIPULATION
06	SENM-S-17 SLOPES OR FRAGILE SOILS
07	SENM-S-21 CAVES AND KARST
08	NOTE: NO WELLS BELOW THE BASE OF THE
09	DELAWARE FORMATION-LOT6, SENW, S2NE.

EXHIBIT **C**