

DATE IN 12/20/2013	SUSPENSE	ENGINEER MAM	LOGGED IN 12/20/2013	TYPE NSL	APP NO. PMAM 1335456937
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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



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.

Scott Grifo
 Print or Type Name

Scott Grifo
 Signature

New Mexico Land Manager 12/11/13
 Title Date

scgrifo@naguss.com
 e-mail Address

*Nadel
 &
 Gussman
 30-005-29208*

DISTRICT I
1625 N French Dr., Hobbs, NM 88240
Phone: (575) 391-6161 Fax: (575) 391-4720

DISTRICT II
811 S First St., Artesia, NM 88210
Phone: (575) 748-1280 Fax: (575) 748-9720

DISTRICT III
1000 Red Dragon Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV
1220 S St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

□ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name Chavaroo; San Andres
Property Code	Property Name SOUTH TOBAC STATE UNIT	Well Number 2
GRID No. 155615	Operator Name NADEL AND GUSSMAN PERMIAN LLC.	Elevation 4396'

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	29	8-S	33-E		350	NORTH	1292	EAST	CHAVES

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 40	Joint or Infill	Consolidation Code	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

150' 1292' GEODETC COORDINATES NAD 27 NME SURFACE LOCATION Y=945665.4 N X=728273.4 E LAT.=32.597325' N LONG.=103.583677' W						OPERATOR CERTIFICATION I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. <i>[Signature]</i> 9/6/13 Signature Date Jason Goss Printed Name jgoss@naguss.com E-mail Address
						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. AUGUST 7, 2013 Date of Survey <i>[Signature]</i> 08/14/2013 Signature of Professional Surveyor Ronald J. Eidson 12641 Certificate Number Ronald J. Eidson 3239 ACK JWSC W/O 13 11 0907

NADEL AND GUSSMAN PERMIAN, LLC

601 North Marienfeld, Suite 508,
Midland, Texas 79701
Office: (432) 682-4429
Fax: (432) 682-4325
sgrifo@naguss.com

RECEIVED OCD

2013 DEC 16 P 3:40

DECEMBER 9, 2013

**New Mexico Oil conservation Division
1220 South st. Francis Drive
Santa Fe, New Mexico 87505
Attn: David Brooks**

Re: Non-Standard Location Application
South Tobac State #2
1292' FEL and 350' FNL
Section 29, T-8-S, R-33-E,
Chaves County, New Mexico

Dear Mr. Brooks:

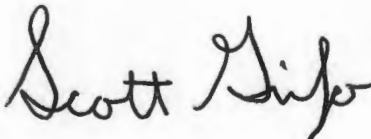
Per our email exchange, Nadel and Gussman Permian LLC ("Nadel") respectfully requests an exception for Non-Standard Location. The proposed location for the South Tobac State #2 Well is 1,292 FEL & 350 FNL, Section 29, T-8-S, R-33-E. The well is set to be completed in the San Andres formation. According to OCD guidelines, the well is unorthodox by approximately 632', being 1,292' from the east line of Section 29, T-8-S, R-33-E.

Nadel originally proposed drilling a legal location in the NE/4. However, due to an existing road and caliche pit Nadel decided to move the location, resulting in the Non-Standard Location.

Please find enclosed a land plat reflecting the offset acreage. The acreage being encroached on 632 feet is the NW/4 of the NE/4 of Section 29. Nadel owns and operates the offset acreage and all interests are the same. In addition, enclosed is a copy of the C-102 submitted for this well.

Once again we respectfully request the approval of a Non-Standard Location. Thank you for your assistance in this matter and if additional information is needed, please contact me at (432) 682-4492.

Respectfully Yours



Scott Grifo
New Mexico Land Manager

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Revised August 1, 2011
Submit one copy to appropriate
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AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

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Property Code	Property Name SOUTH TOBAC STATE UNIT	Well Number 2
OGRID No.	Operator Name NADEL AND GUSSMAN PERMIAN LLC.	Elevation 4396'

Surface Location

UL or lot No. A	Section 29	Township 8-S	Range 33-E	Lot Idn	Feet from the 350	North/South line NORTH	Feet from the 1292	East/West line EAST	County CHAVES
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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								
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GEODETIC COORDINATES NAD 27 NME SURFACE LOCATION Y=945665.4 N X=728273.4 E LAT.=32.597325° N LONG.=103.583677° W	OPERATOR CERTIFICATION I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Signature _____ Date _____ Printed Name _____ E-mail Address _____
	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. AUGUST 7, 2013 Date of Survey _____ Signature & Seal of Professional Surveyor: _____
	<i>Ronald J. Eidson</i> 08/07/2013 Certificate Number: _____ Ronald J. Eidson 12641 Ronald J. Eidson 3239
	ACK JWSC W.O.: 13.11.0907

