

DATE IN 05/04/2014	SUSPENSE	ENGINEER MAM	LOGGED IN 05/07/2014	TYPE NSL	APP NO. PIM41412842234
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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 _____

- NSL
 - BP America Production Company
 778

RECEIVED
 2014 MAY 10 10 20 AM

[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

- Wely
 - Galleros Canyon Unit
 185E
 30-045-24428
 Pool
 - Basin MANCOS
 97232

[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.

Toya Colvin

Print or Type Name

Toya Colvin
 Signature

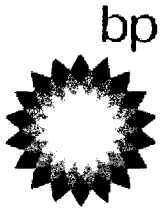
Regulatory Analyst

Title

05/05/14

Date

Toya.Colvin@bp.com
 e-mail Address



BP America Production Company

Toya Colvin
Regulatory Analyst
501 Westlake Park Boulevard, Rm 4.423B
Houston, Texas 77079
281-366-7148

May 5, 2014

CERTIFIED MAIL:

New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Application for Administrative Approval for Non-Standard Location
Gallegos Canyon Unit 185E
API 30-045-24428
600' FNL and 515' FEL
Unit A Section 33, Township 28N, Range 12W
San Juan County, New Mexico
Basin Dakota & Basin Mancos Pool Formations

Dear Sir or Madam,

BP America respectfully requests administrative approval for a non-standard location for the above referenced well. Attached for your reference are the following exhibits:

1. Administrative Application Checklist
2. Well Location Plat (C-102)
3. List of Offset Operators

The subject well was drilled and completed on September 10, 1980 in the Basin Dakota on a 320 acre unit. BP America would like to re-complete the subject well in the Basin Mancos formation, which is within the Basin Mancos Pool on a 320 acre lay down unit, and downhole commingle with the existing Basin Dakota. The Basin Dakota (71599) & the Basin Mancos (97232) pools are pre-approved for DHC per NMOCD Case No. 12520; Order No. R-11567 effective 04/26/2001. Although the interest owners are not identical between these two pools, this same order established approval for subsequent applications for DHC of production in wellbores within the GCU without notice to the unit interest owners. BP America received DHC approval 03/21/2014 by order DHC 3862 AZ.

The rules state that the well should have setbacks of 660 feet of the quarter section lines and should be within the allowed acreage requirement of a standard proration unit in the Basin Mancos Pool. The existing location will not conform to the required footages. A new well would not be economically feasible to drill for just the Basin Mancos formation. The current wellbore is in acceptable condition for the recompletion attempt with no additional work being required. By moving up the hole to the Basin Mancos formation, BP America would be able to minimize environmental impact in obtaining additional production and protection of correlative rights.

BP America Production Company and Burlington Resources Oil & Gas Co. LP are offset operators in the Gallegos Canyon Unit, therefore notification of the non-standard location application is required and has been sent by certified mail to Burlington Resources Oil & Gas Co. LP. If you need any additional information, please feel free to contact me at 281-366-7148.

Sincerely,

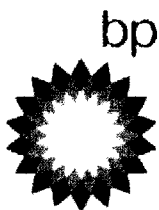
A handwritten signature in black ink, appearing to read 'Toya Colvin', with a stylized flourish at the end.

Toya Colvin
Regulatory Analyst

OFFSET OPERATORS AND OWNERS FOR GALLEGOS CANYON UNIT 185E

BP America Production Co.
501 Westlake Park Blvd.
Houston, TX 77079

Burlington Resources Oil & Gas Co.
Attn: Land Dept.
P.O. Box 4289
Farmington, NM 87499-4289



BP America Production Co. P.O. Box 3092
North American Gas - San Juan Houston, TX 77253-3092
281-366-2761 (direct) 501 West Lake Park Blvd.
281-366-0700 (fax) Houston, TX 77079

May 5, 2014

Ms. Toya Colvin – Regulatory Analyst
BP America Production Company
501 Westlake Park Blvd.
Houston, TX 77079

RE: GCU 185E Well – Non-Standard Location
NE4 NE4 Section 33-T28N-R12W
San Juan County, NM
API #30-045-24428

Ms. Colvin:

On behalf of BP America Production Company (“BP”), operator of the Gallegos Canyon Federal Unit, I have reviewed BP’s division order records and other Gallegos Canyon Federal Unit records concerning the Basin Mancos ownership of both inside and offset of the GCU 185E’s 320 acre Basin Mancos Gas Pool non-standard location being of 600’ FNL & 515’ FEL Section 33-T28N-R12W San Juan County, NM. The Basin Mancos ownership within this 320 acre unit is as listed below:

BP America Prod. Co = 100% WI

The offset Basin Mancos ownership to this well is listed below:

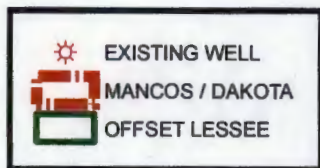
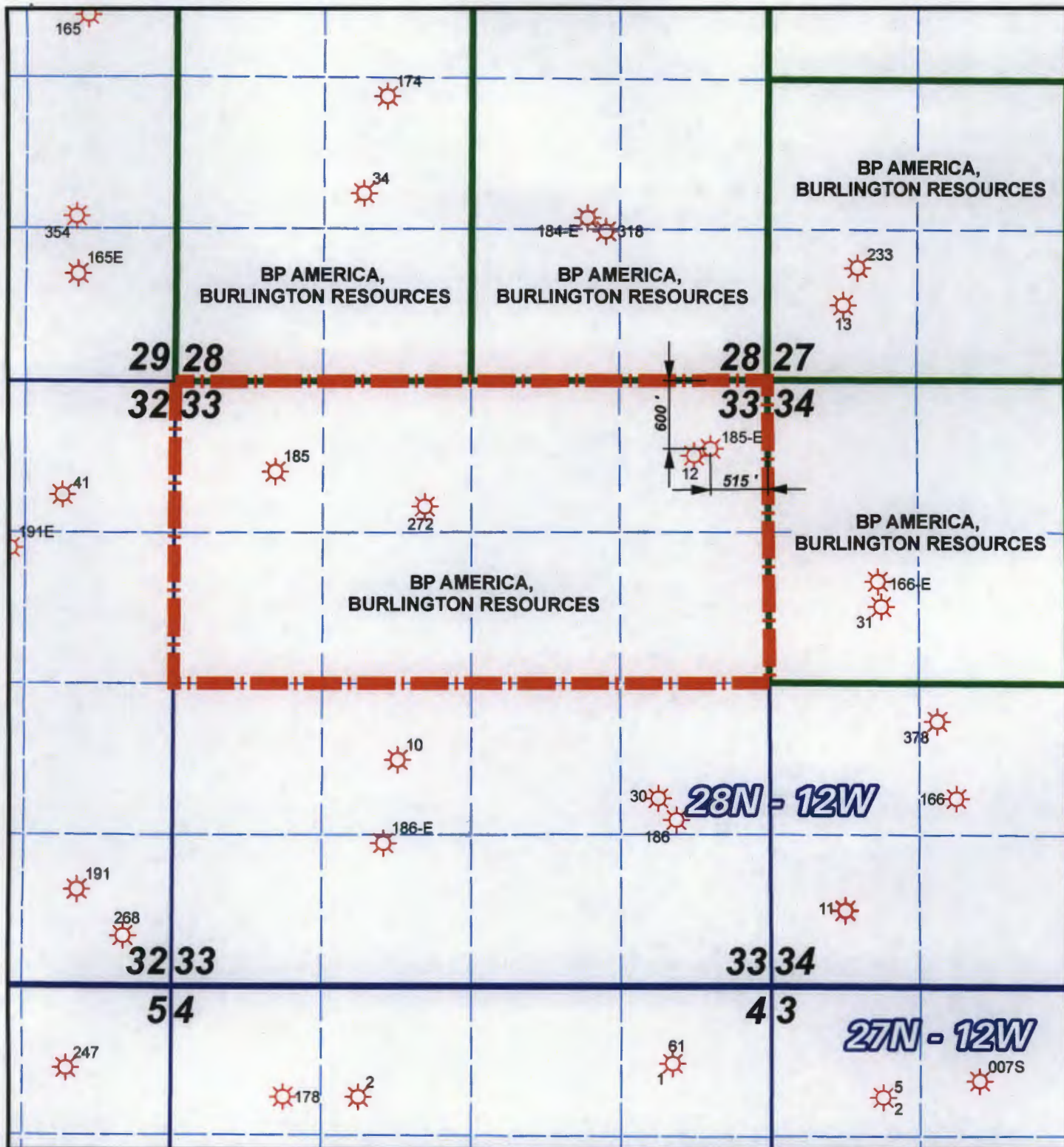
BP America Prod. Co. =	75.00%
Burlington Resources =	25.00%

Please contact me at x2761 if you have any questions concerning this topic.

Sincerely,

A handwritten signature in cursive script that reads "Craig A. Carley".

Craig A. Carley
Land Negotiator – San Juan Asset



0 500 1,000
GRAPHIC SCALE IN US FEET



NORTH 1/2 OF
SECTION 33, T-28-N, R-12-W, N.M.P.M.

SAN JUAN COUNTY, NEW MEXICO

CRS INFORMATION:

COORDINATE SYSTEM: NAD 27 NEW MEXICO WEST ZONE FIPS 3003
UNITS: US FEET

NOTE:

FOOTAGE LOCATION OF WELL FROM C-102,
GALLEGOS CANYON UNIT #185E,
STATE OF NEW MEXICO, 03/12/2014



BP AMERICA PRODUCTION COMPANY
NORTH AMERICA GAS

EXHIBIT "A"
GALLEGOS CANYON UNIT
#185E

SAN JUAN COUNTY,
NEW MEXICO

DRAWN BY: RWB
REV. DATE: 4/21/2014

CHECKED BY: KLR

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. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised July 16, 2010
Submit one copy to appropriate
District Office
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-045-24428	² Pool Code 71599	³ Pool Name Basin Dakota
⁴ Property Code 000570	⁵ Property Name Gallegos Canyon Unit	⁶ Well Number 185E
⁷ OGRID No. 000778	⁸ Operator Name BP America Production Company	⁹ Elevation 5731

¹⁰ Surface Location

UL or lot no. A	Section 33	Township 28N	Range 12W	Lot Idn	Feet from the 600	North/South line North	Feet from the 515	East/West line East	County San Juan
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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 Dedicated Acres 320	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. R-11567						

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.

16					600'	
					515'	

¹⁷ 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.

Tova Colvin 3/12/2014
Signature Date

Tova Colvin
Printed Name

Tova.Colvin@bp.com
E-mail Address

¹⁸ 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 of Survey

Signature and Seal of Professional Surveyor:

Previously Filed

Certificate Number

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. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised July 16, 2010
Submit one copy to appropriate
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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-045-24428		² Pool Code 97232		³ Pool Name Basin Mancos	
⁴ Property Code 000570		⁵ Property Name Gallegos Canyon Unit			⁶ Well Number 185E
⁷ OGRID No. 000778		⁸ Operator Name BP America Production Company			⁹ Elevation 5731

¹⁰ 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	33	28N	12W		600	North	515	East	San Juan

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 Dedicated Acres 320	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. R-11567
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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.

16				600'	515'

¹⁷ 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.

Tova Colvin 3/12/2014
Signature Date

Tova Colvin
Printed Name

Tova.Colvin@bp.com
E-mail Address

¹⁸ 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 of Survey

Signature and Seal of Professional Surveyor:

Previously Filed

Certificate Number



BP America Production Company

Toya Colvin
Regulatory Analyst
501 Westlake Park Boulevard, Rm 4.423B
Houston, Texas 77079
281-366-7148

May 5, 2014

CERTIFIED MAIL:

Burlington Resources Oil & Gas Co. LP
P.O. Box 4289
Farmington, NM 87499-4289

RE: Application for Administrative Approval for Non-Standard Location
Gallegos Canyon Unit Com 185E
600' FNL and 515' FEL
Unit A Section 33, Township 28N, Range 12W
San Juan County, New Mexico
Basin Dakota & Basin Mancos -Pool Formations

Dear Sir or Madam,

Enclosed please find a copy of the above captioned application that has been sent to the NMOCD for administrative approval. Should you not agree with this request, please notify the NMOCD within 20 days of the date of this application. Should you have any questions, concerning the operations, please feel free to contact me at 281-366-7148.

Sincerely,

A handwritten signature in black ink, appearing to read "Toya Colvin".

Toya Colvin
Regulatory Analyst

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT
OF THE RETURN ADDRESS. FOLD AT DOTTED LINE

CERTIFIED MAIL™



7013 3020 0001 9529 7528
7013 3020 0001 9529 7528

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CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

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Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

Postmark
Here

Sent To **Burlington Resources Oil & Gas Co. LP**
 Street, Apt. No., or PO Box No. **PO BOX 4289**
 City, State, ZIP+4 **Farmington, NM 87499-4289**
 PS Form 3800, August 2006 See Reverse for Instructions

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:

Burlington Resources Oil & Gas
PO BOX 4289
Farmington, NM 87499-4289

2. Article Number

(Transfer from service label)

7013 3020 0001 9529 7528

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

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®

☐ Priority Mail Express™

☐ Registered

☒ Return Receipt for Merchandise

☐ Insured Mail

☐ Collect on Delivery

4. Restricted Delivery? (Extra Fee)

☐ Yes

PS Form 3811, July 2013

Domestic Return Receipt