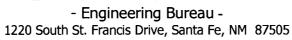
2/5/14 LOGGED IN

TYPE NSL

PLEL 1603642990 APP NO.

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION





ADMINISTRATIVE ADDITION CHECKI

	THIS CHECKLIST IS MA	ADMINIS RATIV			
		WHICH REQUIRE PROC	ESSING AT THE DIVISION L		LES AND REGULATIONS
Applic	[DHC-Down [PC-Pool]	dard Location] [NSP-Non- hole Commingling] [CTE	l-Lease Commingling] off-Lease Storage] [n] [PMX-Pressure M osal] [IPI-Injection P	[PLC-Pool/Lease C OLM-Off-Lease Measu aintenance Expansion	ommingling] urement] n]
[1]	[A]	PLICATION - Check Thos Location - Spacing Unit - S NSL NSP C One Only for [B] or [C] Commingling - Storage - N DHC CTB Injection - Disposal - Press WFX PMX Other: Specify	Simultaneous Dedication SD Measurement PLC PC	North Bel NSL- NEC: NORTH OLS OLM ed Oil Recovery	Tancis Oil Company 1 Lake Unit 6 2BSS #1H 13864 BELL LAKE UNIT 6 2BSS AISER -FRANCIS OIL COMP. OGRID # 12361 API#: 30-025-43033 POOL: NORTH BELL LAKE
[2]	NOTIFICATI [A] [B] [C] [D] [E] [F]	☐ Offset Operators, Lea ☐ Application is One W ☐ Notification and/or Co U.S. Bureau of Land Managemen	Overriding Royalty Into seholders or Surface Of hich Requires Published oncurrent Approval by t-Commissioner of Public Lands.	erest Owners wner ed Legal Notice BLM or SLO	ly Bone spring \$ # 5150
[3]		CURATE AND COMPLET TION INDICATED ABOY		REQUIRED TO PRO	OCESS THE TYPE
	val is accurate ar cation until the rec	FION: I hereby certify that the complete to the best of multiple information and notification.	y knowledge. I also un cations are submitted t	nderstand that no actio to the Division.	n will be taken on this
	Note:	Statement must be completed by	y an individual with manag	perial and/or supervisory ca	apacity.
	ven A. Dowdy	Silvania	f -	Consultant/Age Title	nt 1/4/2016 Date
FIIII (or Type Name	Signature		trimanres@sbcgl	

e-mail Address



RECEIVED OCD 2016 JAN 19 P 2: 01

January 15, 2016

Mr. David Catanach
Oil Conservation Division
New Mexico Department of Energy,
Minerals and National Resources
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Application of Kaiser-Francis Oil Company for administrative approval of an unorthodox well Location for its North Bell Lake Unit 6 2BSS #1H well in the E/2 SE/4 Section 6-23S-34E, Lea County, NM

Dear Mr. Catanach,

Kaiser-Francis Oil Company seeks administrative approval of an unorthodox location for its North Bell Lake Unit 6 2BSS #1H well. Our request for this approval is documented in the attached submittal. If you have any question regarding the information provided, please contact me.

Please provide me with a file-stamped copy of this application; trimanres@sbcglobal.net, Thank you.

Sincerely,

Steven A. Dowdy

Consulting Engineer and Agent for Kaiser-Francis Oil Company

Before The New Mexico Oil Conservation Division

Cause: Request for Administrative Approval for an Unorthodox Location in Kaiser-Francis Oil Company's North Bell Lake Unit 6 2BSS #1H well with a surface hole location 2057'FSL;800'FEL of Section 6, T23S, R34E, Lea County, NM

- Kaiser-Francis Oil Company (KFOC) proposes to drill the subject horizontal well to a total measured depth of 18,231' testing the first Bone Spring formation. The planned bottom hole location is to be placed 330'FNL;800'FEL of Section 31, T22S, R34E. The last projected perforation will be no closer than 330' from the lease line.
- 2. As outlined in the attached C-102, KFOC proposes a first take point 50' north of the E-W half-mile (2640') line of Section 6, T23S, R34E. Rule 19.15.15.13 of the NMAC of the Oil Conservation Division requires an operator to file for administrative approval of an unorthodox location. Therefore, KFOC respectfully requests the NMOCD administratively approve this application for an unorthodox location with a first take point as outline 50' from the lease line.
- 3. KFOC is seeking this unorthodox location approval in order to maximize recovery of reserves and to project correlative rights. Without approval of the unorthodox location the operator would have less of a production interval to define commercial success of the subject well to be drilled.
- 4. No other parties are affected by encroachment. KFOC has leased all mineral acreage represented within Section 6, T23S, R34E and Section 31, T22S, R34E as well as all mineral acreage contiguous to Section 6, T23S, R34E. Working interest ownership is equally represented in the aforementioned acreage position. Therefore, no notice is given as there are no other parties but KFOC to notice.
- 5. The defined surface location where the subject well will be drilled is State land.

Enclosed are the following submitted documents:

- 1. Administrative application checklist
- 2. Form C-102
- 3. Land plat

Respectfully Submitted,

Steven A. Dowdy

Consulting Engineer & Agent for KFOC

Trimanres@sbcglobal.net

405-692-1555

DEVON ENERGY DEVON ENERGY PROBO BLANCO 3 F RIO BLANCO 4 FEDERA X1 HADSON PET USA INC CIBOLA '28' FEDERAL X 1 BEOND BIRDS PROD
BEVONENERGY PROD
RIO BLANCO BAFEED PET NRTH AMER

14,682

14,682

3,840 CUMA RESOURCES
PRONGHORN STATE

11,031 DEVON ENERGY PROD RIO BLANCO 9 STATE YATES PETROLEUM CORP SABLE BSA STATE USA 279 USA OSABALLO "S-BRRTFRESOURCES W.I. 100% W.I. 100% C-1 PHILLIP" A STATE 13,450 80 YATES PETROLEUM COR JEN 'AXB| STATE DEVON ENERGY CORP RIO BLANCO 33 FEDER SANTA FE ENRG RES RIO BLANCO '4" FEDE 28 14,660 DEVON ENERGY PROP RIO BLANCO 33 FEDER | ZO | SANTA FE ENRO RES RENERS 29 FEDERAL X1 USA 01244A SANTA FE ENRG RES W.I. 100% RIO BLANCO '4' FEDE - \chi_3335 STATE B-10774 W.I. 100% USA 0587 W.I. 100% GAUCHOZINI 15,100 STATE E-9458 W.I. 100% STAND FA34 CONTINENTAL BUCCO BELL LAKE UNIT /4/ MENDER LOW BELL LOWEN ORTH FED W.I. 100% (13) SANTA FE/SNYDER CORP PALÓMA BLANCO '17' X 2 FE/SNYDER CORP FLL LAKE UNIT -\ 20 13,370 USA 064881 W.I. 100% DEVON SFS OPR INC BELL LAKE UNIT ___21 C 13,407 USA 070544-BON SFS OF INC W.I. 100% BELL LAKELWIT SANTA FE/SNYDER GAUCHO UNIT JSA 06488 W.I. 100% 0 USA 0587 CONTINENTS OU 24 A W.I. 100% BELL LAKE UNIT ACT STATE E-1933 W.I. 100% ි 16,506 USA 070544-A W.I. 100% CONTINENTAL DIO CONTINENTAL DI USA 065194 W.I. 100% 30 USA 01244-A W.I. 100% State B-10752 W.I. 100% STATE E-5999 1 2 STATE E-1935 W.I. 100% USA 068387 W.I. 100% USA 066438 W.I. 100% 13 25 State E-3513 W.I. 100% tate B-10752 W.I. 100% AMOCO PROD CO STATE AU/ -0-1 830 AMOCO PROD CO FEDERAL BG 41 15,700 26 PROD LLC COG PROD LLC PILLA STATEOPAPILLA STAT ● 1H ♀ □ 2H 7 2 HEVRON U S A INC MESTONE 11-23-33 6 1H WOCD PROD CO STATE /HU 15,642 BETRA 2004/2015 1-14-12 PM

North Bell Lake Leases DISTRICT 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax (575) 393-0720 DISTRICT II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax. (575) 748-9720 DISTRICT III 00 Rio Brazos Road, Aztec, NM 87410 ione (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

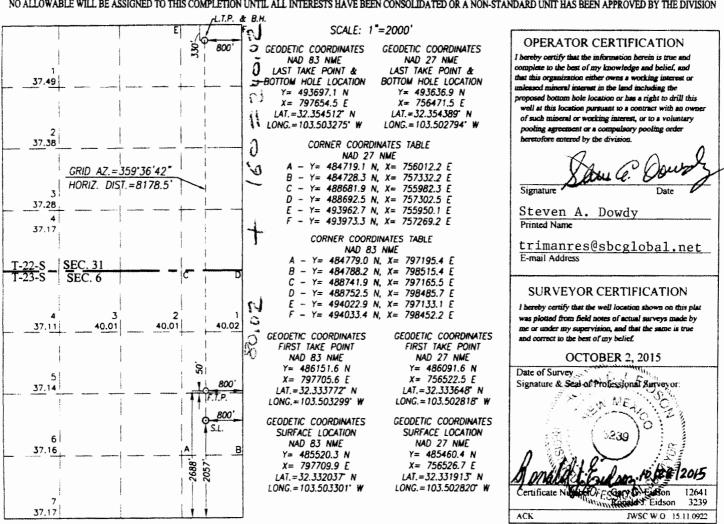
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

□AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

025	Pl Number - 43	033	5	Pool Code	Ne	wall Bell	Pool Nam	BS				
Property Code		l	Property Name						Well Number			
			NORTH BELL LAKE UNIT 6 2BSS					1H				
OGRID No.			Operator Name						Elevation			
12361			KAISER-FRANCIS OIL COMPANY						3456'			
Surface Location												
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County			
1	6	23-S	34-E		2057	SOUTH	800	EAST	LEA			
			Last Tak	e Point & Bo	ttom Hole Location	on 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			
Α	31	22-S	34-E		330	NORTH	800	EAST	LEA			
Dedicated Acres	Joint or	Infill C	onsolidation C	ode Orde	er No.		<u> </u>	***************************************				
10,000												

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



Lowe, Leonard, EMNRD

From:

Steve Dowdy <trimanres@sbcglobal.net>

Sent:

Tuesday, February 02, 2016 2:55 PM

To:

Lowe, Leonard, EMNRD

Subject:

RE: Kaiser - Francis North Bell Lake Unit 6 2 BSS # 1 H, NSL Application

Hello Leonard,

Here is the information you requested on the subject well's Application for NSL:

API #30-025-43033

Pool Name - Bone Spring

Pool Number - 5150 -

> 5150, IS BELL LAKE BONE SPRING NORTH

Kaiser-Francis Oil Company OGRID #12361

Well Designation - Oil

Please let me know if you need any additional information.

Sincerely,

Steve Dowdy

Consulting Engineer for KFOC

On Mon, 2/1/16, Lowe, Leonard, EMNRD < Leonard. Lowe@state.nm.us> wrote:

Subject: RE: Kaiser - Francis North Bell Lake Unit 6 2 BSS # 1 H, NSL Application

To: "Steve Dowdy" <trimanres@sbcglobal.net>

Date: Monday, February 1, 2016, 8:04 PM

#viv6225420488

#yiv6225420488 --

```
_filtered #yiv6225420488 {panose-1:2 4 5 3 5 4 6 3 2 4;}
```

_filtered #yiv6225420488 {font-family:Calibri;panose-1:2 15

5 2 2 2 4 3 2 4;}

#yiv6225420488

#yiv6225420488 p.yiv6225420488MsoNormal, #yiv6225420488 li.yiv6225420488MsoNormal,

#yiv6225420488 div.yiv6225420488MsoNormal

{margin:0in;margin-bottom:.0001pt;font-size:11.0pt;}

#yiv6225420488 a:link, #yiv6225420488

span.yiv6225420488MsoHyperlink

{color:#0563C1;text-decoration:underline;}

#yiv6225420488 a:visited, #yiv6225420488 span.yiv6225420488MsoHyperlinkFollowed

{color:#954F72;text-decoration:underline;}

#yiv6225420488 span.yiv6225420488EmailStyle17

{color:windowtext;font-weight:normal;font-style:normal;}

#yiv6225420488 span.yiv6225420488EmailStyle18

{color:windowtext;font-weight:normal;font-style:normal;}

Mr. Dowdy,

Your application did not state the following required information:

Is this application for Oil or Gas?

What is the pool name/pool code you are seeking?

Leonard Lowe
Engineering Bureau
Oil
Conservation Division
Energy
Minerals and Natural Resources
Department
1220 South St. Frances
Santa Fe, New Mexico
87004
Office: 505-476-3492
Fax: 505-476-3462

E-mail:

leonard.lowe@state.nm.us

Website:

http://www.emnrd.state.nm.us/ocd/

From: Lowe, Leonard, EMNRD

Sent: Monday, February 01, 2016 6:05 PM

To: 'Steve Dowdy'

<trimanres@sbcglobal.net>

Cc: Jones, William V, EMNRD <William V.Jones@state.nm.us>

Subject: Kaiser - Francis North Bell Lake Unit 6 2 BSS # 1 H, NSL Application

Mr. Dowdy,

I am in the midst of your submitted NSL application for the above stated well.

In review, I need to have the following information.

API # for the well, if known.

Usually if an application is pending the API number, it is stated within the submittal. In this application there is no such reference to API

OGRID for Kiaser – Francis?

I will be out of the office 02.02.16 to return on 02.03.16.

Leonard Lowe
Engineering Bureau
Oil
Conservation Division
Energy
Minerals and Natural Resources
Department
1220 South St. Frances
Santa Fe, New Mexico
87004
Office: 505-476-3492

Office: 505-476-3492 Fax: 505-476-3462

E-mail:

leonard.lowe@state.nm.us

Website:

http://www.emnrd.state.nm.us/ocd/