McClure, Dean, EMNRD

From: McClure, Dean, EMNRD

Sent: Monday, August 10, 2020 12:52 PM

To: 'Patti Campbell'

Cc: Jennifer Krieg; Scott Quillin; Kendra Bennett

Subject: RE: DHC for the Price 1Md

Hello Ms. Campbell,

Within the current OCD database this admin order was never shown as being approved, and I missed seeing the approved sundry in the well file which you attached to this email. The approved sundry will be sufficient and I will update the OCD database accorderling. Thanks.

Dean McClure

Petroleum Specialist A, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department (505) 476-3471

From: Patti Campbell <Patti.Campbell@bpx.com>

Sent: Monday, August 10, 2020 11:34 AM

To: McClure, Dean, EMNRD < Dean.McClure@state.nm.us>

Cc: Jennifer Krieg <jkrieg@reagansmith.com>; Scott Quillin <squillin@ikav.com>; Kendra Bennett

<kbennett@reagansmith.com>

Subject: [EXT] RE: DHC for the Price 1Md

Dear Mr. McClure,

BP is working as a contract operator for SIMCOE LLC during the transition period and I am responding to your inquiry below.

The downhole commingling of pools 71599 (Basin Dakota) and 72319 (Blanco Mesaverde) are pre-approved per NMOCD rule 19.15.12:

(3) The division shall maintain and continually update a list of pre-approved pools or areas in Subsection E of 19.15.12.11 NMAC.

E. Pre-approved pools and areas. Downhole commingling is approved within the following pool combinations or geographical are accordance with the procedure set forth in Paragraph (2) of Subsection C of 19.15.12.11 NMAC):

blanco-mesaverde (72319) and basin-dakota (71599) pools

A C-103 to authorize downhole commingling was submitted and approved by the NMOCD on 2/13/2004 (attached.

The Price 1M downhole commingle approval is also reflected on the NMOCD website:

Notes

; WIL PRODUCE DK, PRF.MV LATER; ; ORDERS: ADMIN: DHC-1415AZ;

Event Dates

Initial Effective/Approval: 01/30/2004

Most Recent Approval: 07/09/2020 TA Expiration:

Confidential Requested On: Confidential Until:

Test Allowable Approval: Test Allowable End:

Test Allowable Approval: Test Allowable End:

TD Reached: DHC:

Deviation Report Received: No Rig Released:

Directional Survey Run: No Logs Received: No

10/25/2004

Directional Survey Received: No Closure Pit Plat Received: First Oil Production: First Gas Production:

First Injection:

Ready to Produce: 10/25/2004 Completion Report Received: C-104 Approval: 12/01/2004 New Well C-104 Approval:

Plug Back:

Authorization Revoked Start: Revoked Until:

Mall Campletian History

If you need any further information, please let me know.

Respectfully,

Patti Campbell
Regulatory Analyst
BP America Production Company
BPX Energy Inc.
(970) 712-5997
patti.campbell@bpx.com



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From: Scott Quillin - Ikav <<u>squillin@ikav.com</u>>

Sent: Thursday, July 16, 2020 1:32 PM

To: Patti Campbell < Patti.Campbell@bpx.com >; Kendra Bennett < kbennett@reagansmith.com >

Cc: Jennifer Krieg < jkrieg@reagansmith.com >

Subject: Fwd: DHC for the Price 1M

Patti - this might be more of a question for you . . . is this something you can provide any insight into?

Thanks very much.

Respectfully,



IKAV Energy Inc. Scott Quillin SVP Land & General Counsel

Cell: (405) 420-4292 <u>Email: squillin@ikav.com</u> www.ikav.com

1199 Main Ave., Suite 101 Durango, Colorado 81301

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Begin forwarded message:

From: "McClure, Dean, EMNRD" < Dean.McClure@state.nm.us >

Subject: DHC for the Price 1M

Date: July 16, 2020 at 1:38:42 PM CDT **To:** "squillin@ikav.com" <squillin@ikav.com>

Hello Mr. Quillin,

It appears that the downhole commingle application (DHC-1415) may have never been approved for the Price 1M (30-045-31968) operated by Simcoe, LLC.

Understanding that the application was first submitted to the OCD in 2004 by BP, do you have any documentation regarding this application?

Dean McClure
Petroleum Specialist A, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
(505) 476-3471