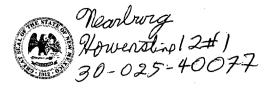
						P16-W
" \$-30~11	SUSPENSE	ENGINEER	DB	LOGGED IN 8:3/, 11	TYPE NSL,	APP NO. 1124357673

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

~	10 01 15 014 10 T 10	MANUATORY FOR ALL ADMINISTRATIVE ADDING		
		MANDATORY FOR ALL ADMINISTRATIVE APPLIC WHICH REQUIRE PROCESSING AT		
Applica	DHC-Do PC-l	andard Location] [NSP-Non-Standard	ommingling] [PLC-Pool/Lease (Storage] [OLM-Off-Lease Meas (-Pressure Maintenance Expansion) Pl-Injection Pressure Increase]	Commingling] surement] on]
[1]	TYPE OF A	APPLICATION - Check Those Which Location - Spacing Unit - Simultane NSL NSP SD		
	Che [B]	ck One Only for [B] or [C] Commingling - Storage - Measurem DHC CTB PLC		
	[C]	Injection - Disposal - Pressure Incre WFX PMX SWD		
	[D]	Other: Specify		
[2]	NOTIFICA [A]	TION REQUIRED TO: - Check Thos Working, Royalty or Overridin	11.5	ply
	[B]	Offset Operators, Leaseholders	or Surface Owner	
	[C]	Application is One Which Req	uires Published Legal Notice	
	[D]	Notification and/or Concurrent U.S. Bureau of Land Management - Commissio		
	(E)	For all of the above, Proof of N	Jotification or Publication is Attach	ned, and/or,
	[F]	☐ Waivers are Attached		
[3]		CCURATE AND COMPLETE INFO	DRMATION REQUIRED TO PI	ROCESS THE TYPE
	al is accurate	EATION: I hereby certify that the information and complete to the best of my knowled required information and notifications as	edge. I also understand that no act	
	No	ote: Statement must be completed by an individ	dual with managerial and/or supervisory	capacity.
Print or	r Type Name	Signature	Title	Date
,			e-mail Address	



J. SCOTT-HAL/L)

Office: \\ (505) 986-2646

Email: shall@montand.com

Reply To: Santa Fe Office

7 www.montand.com

August 30, 2011

Mr. David Brooks New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505 **Hand Delivered**

Re:

Nearburg Producing Company

Second Request for Amendment to Administrative Order NSL-6367

Shipp-Strawn Pool (55695)

Howenstine 12 Well No. 1 API No. 30-025-40077

500' FNL and 1594' FEL (B) (Surface) 330' FNL and 1570' FEL (B) (Bottom hole)

350' FNL and 1540' FEL (B) (Second Amended Bottom hole)

Section 12, T17S, R37E Lea County, New Mexico

Dear Mr. Brooks:

Enclosed is a copy of the amended C-102 referenced in our letter to the Director yesterday.

Very truly yours,
1. Sun Kall

J. Scott Hall

JSH:kw Enclosure

REPLY TO:

325 Paseo de Peralta Santa Fe, New Mexico 87501 Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307 Santa Fe, New Mexico 87504-2307 6301 Indian School Road NE, Suite 400 Albuquerque, New Mexico 87110 Telephone (505) 884-4200 • Fax (505) 888-8929

Post Office Box 36210 Albuquerque, New Mexico 87176-6210 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

11885 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

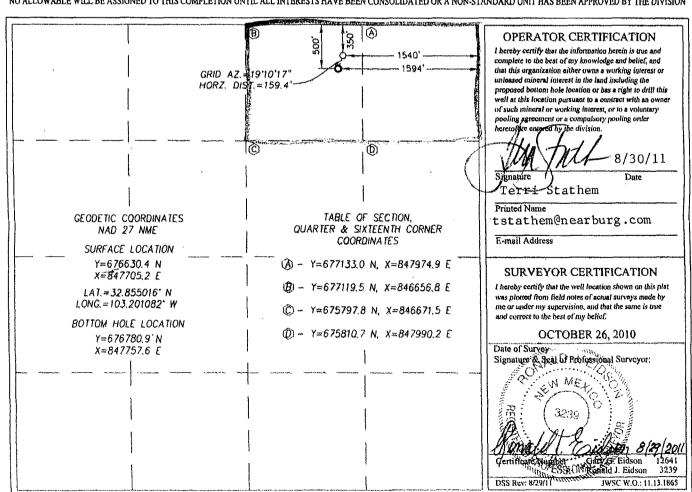
1220 South St. Francis Dr. Santa Fe, New Mexico 87505 Form C-102 Revised July 16, 2010 Submit to Appropriate District Office

DAMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30025		55695	Pool Code	S	hipp; Strawn				
Proper 38523		·	Property Name HOWENSTINE 12					Well Number	
00RI 015742	D No.		Operator Name NEARBURG PRODUCING COMPANY					Blevation 3734'	
					Surface Locat	ion	_		
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	12	17-S	37-E		500	NORTH	1594	EAST	LEA
				Bottom H	ole Location If Diff	ferent From Surface			
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	12	17-S	37-E		350	NORTH	1540	EAST	LEA
Dedicated Acres	Joint or 1	Infil)	Consolidation Co	de O	rder No.	63/7			
80			NSL-6367						

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



DISTRICT I
1625 N. FRENCH DR., HOBBS, NM 88240
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Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION

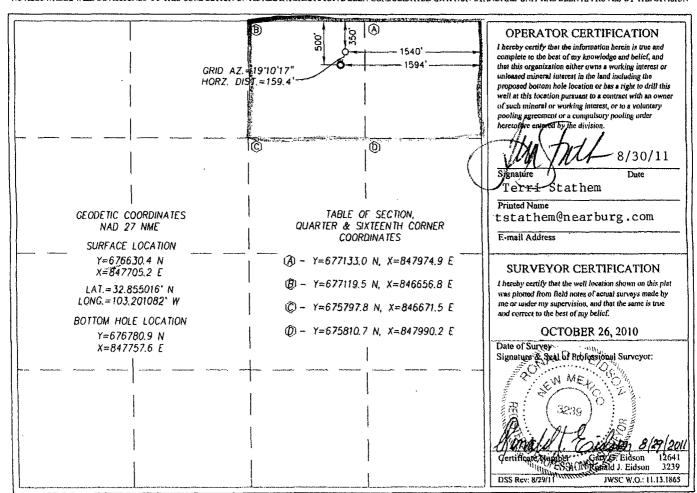
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API Number 30025 40077			Pool Code 55695			Pool Name									
30025	40077		3369.)	1	Shipp; Strawn									
Property Code 38523				Property Name HOWENSTINE 12					Well Number						
OGRID No. 015742		NE		Operator Name NEARBURG PRODUCING COMPANY					Operator Nam			Blevation 3734'			
					Surface Lo	cation									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County						
В	12	17-S	37-E		500	NORTH	1594	EAST	LEA						
	4			Bottom F	lole Location If I	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						
В	12	17-S	37-E		350	NORTH	1540	EAST	LEA						
Dedicated Acres	Joint or	Infill C	onsolidation Co	de C	Order No.	., / \/ >	·								
80					NS	1-6367									

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





J. SCOTT HALL

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Reply To: Santa Fe Office

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August 29, 2011

Ms. Jami Bailey, Director New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505 **Hand Delivered**

Re: I

Nearburg Producing Company

Second Request for Amendment to Administrative Order NSL-6367

Shipp-Strawn Pool (55695)

Howenstine 12 Well No. 1

API No. 30-025-40077

500' FNL and 1594' FEL (B) (Surface)

330' FNL and 1570' FEL (B) (Bottom hole)

350' FNL and 1540' FEL (B) (Second Amended Bottom hole)

Section 12, T17S, R37E Lea County, New Mexico

Dear Ms. Bailey:

On August 25, 2011, we submitted a request on behalf of Nearburg Producing Company to amend NSL Order 6367 to change the unorthodox bottom hole location for the Howenstine 12 Well No. 1. Nearburg now wishes to change the bottom hole location again, this time to the following: 350' FNL and 1540' FEL. The reason for the second amended location is based on further refinement of recently obtained seismic data. As before, the surface location remains unchanged.

The second amendment will reduce the encroachment even further and moves the well's bottom hole location closer to a standard location under the pool rules for the Shipp-Strawn Oil Pool (wells to be located within 150 feet of the center of a governmental quarter-quarter section with 80-acre units). All other points supporting Nearburg's August 25, 2011 request to amend NSL 6367 continue to apply. Again, no further notification is indicated under the Division's rules (see Rule 19.15.4.12A[2][b]).

REPLY TO:

325 Paseo de Peralta Santa Fe, New Mexico 87501 Telephone (505) 982-3873 • Fax (505) 982-4289

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Post Office Box 36210 Albuquerque, New Mexico 87176-6210 Ms. Jami Bailey August 29, 2011 Page 2

Thank you for your consideration of this second request. I will forward an amended C-102 as soon as it becomes available.

Very truly yours,

MONTGOMERY & ANDREWS, P. A.

1.1 wy-dall

J. Scott Hall

Attorneys for Nearburg Producing Company

JSH:kw

cc: NMOCD-Hobbs

Ken Dixon, Nearburg Producing Company

305911