

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.

**JAMES BRUCE**  
 P.O. BOX 1056  
 SANTA FE, NM 87504  
Print or Type Name

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

*James Bruce*  
 \_\_\_\_\_  
Signature

Attorney for Applicant  
 \_\_\_\_\_  
Title

8/9/06  
 \_\_\_\_\_  
Date

jamesbruc@aol.com  
 \_\_\_\_\_  
e-mail Address

2006 AUG 9 PM 2 19

**JAMES BRUCE**  
ATTORNEY AT LAW

POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213  
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)  
(505) 660-6612 (Cell)  
(505) 982-2151 (Fax)

[jamesbruc@aol.com](mailto:jamesbruc@aol.com)

August 9, 2006

Hand delivered

Michael E. Stogner  
Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Dear Mr. Stogner:

Pursuant to Division Rule 104.F(2), Cimarex Energy Co. of Colorado applies for approval of an unorthodox oil well location for the following well:

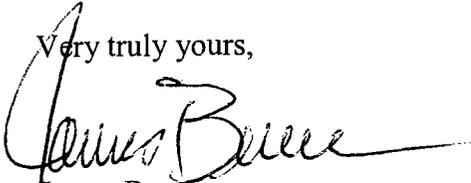
<u>Well:</u>	Pipeline Deep Fed. Com. Well No. 1
<u>Location:</u>	660 feet FSL & 1650 feet FWL
<u>Well Unit:</u>	S½SW¼ §5-19S-34E, <del>Eddy</del> <sup>5</sup> Lea County, New Mexico (80.00 acres)

The well was drilled to a depth sufficient to test the Morrow formation, and will be re-completed in the Bone Spring formation (EK-Bone Spring Pool). Under Order No. R-4981, the pool is spaced on 80 acres, with wells to be located within 150 feet of the center of a quarter-quarter section. A Form C-102 is attached as Exhibit A.

The location was originally chosen for the Morrow formation, and was standard in that zone. In addition, there are sand dunes in this area, and there is sand dune lizard habitat. As a result, the Bureau of Land Management ("BLM") requires operators to minimize surface disturbance. Attached as Exhibit B is applicant's recent development plan for this area (covering four sections of land), which was submitted to the BLM. Using the existing wellbore minimizes surface disturbance for roads, pipelines, *etc.*, and minimizes effects on sand dunes and wildlife habitat

The well is internal to the well unit. (The SW¼SW¼ is subject to Federal Lease NM 6868, and the SE¼SW¼ is subject to Federal Lease NM 4314.) Therefore, there are no adversely affected parties, and no offset interest owners have been notified of the application.

Very truly yours,



James Bruce

Attorney for Cimarex Energy Co. of Colorado





07/29/06

BUREAU OF LAND MANAGEMENT  
CARLSBAD FIELD OFFICE  
620 EAST GREENE STREET  
CARLSBAD, NEW MEXICO 88220-6292

ATT: Mr. TY ALLEN

Re: P.O.D. for CIMAREX  
PIPELINE "B" FEDERAL WELLS  
SECTIONS 5,6,7,18 T19S-R34E

Dear Mr. Allen:

The enclosed topographic plats shows the proposed development plan for Cimarex Pipeline "B" Federal wells to be drilled in the above referenced sections. A corridor for the flowlines, powerlines, proposed roads are to follow the existing roads where this is possible in this way the damage to the surface and wildlife in the area will be kept to a minimum.

A handwritten signature in cursive script that reads "Joe T. Janica". The signature is written in black ink and is positioned above the typed name and title.

Joe T. Janica  
Agent for  
CIMAREX ENERGY CO. OF COLORADO

505-391-8503

• Fax 505-391-8603

• P.O. BOX 2188 •

Hobbs, New Mexico 88241

- EXHIBIT B -

