

DATE IN 2/22/08	SUSPENSE	ENGINEER Brooks	LOGGED IN 2/25/08	TYPE NSL	APP NO. PKVRO805636266
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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



Texland Petroleum-
Hobbs, LLC
Bowers A Federal #41

ADMINISTRATIVE APPLICATION CHECKLIST

5802

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

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 2008 FEB 22 PM 2 31

[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.

<u>Vickie Smith</u> Print or Type Name	<u>Vickie Smith</u> Signature	<u>Regulatory Analyst</u> Title	<u>2/20/08</u> Date
		<u>vsmith@texpetro.com</u> e-mail Address	

TEXLAND PETROLEUM, L.P.

EXPLORATION AND PRODUCTION

777 MAIN STREET, SUITE 3200

FORT WORTH, TEXAS 76102

(817) 336-2751

February 19, 2008

Mr. Richard Ezeanyim, Chief Engineer
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Application of Texland Petroleum-Hobbs, LLC, for administrative approval of an Unorthodox well location for its Bowers A Federal #41, to be drilled to the Blinebry formation at a surface location 1294 feet from the South line and 533 feet from the East line of Sec. 30, Township 18 South, Range 38 East, N.M.P.M., Lea County, New Mexico.

Dear Mr. Fesmire:

Texland Petroleum-Hobbs, LLC ("Texland") hereby seeks administrative approval pursuant to the provisions of Division Rule 104 F (2)-(4), of an unorthodox well location as a Hobbs Blinebry for its Bowers A Federal #41 located 1294 feet from the South line and 533 feet from the East line of Section 30 (Unit P), Township 18 South, Range 38 East, N.M.P.M., Lea County, New Mexico.

This proposed location in the Blinebry formation is unorthodox because it is governed by state wide rules which provides for wells on 40-acre spacing units to be located 330 feet from any boundary of the spacing unit. The proposed unorthodox well location is at 127 feet from the northern boundary of the proposed spacing unit. A standard 40-acre spacing unit and proration unit comprised of the SE/4 SE/4 of Section 30 will be dedicated to the well.

A non-standard location is required by geologic conditions: as shown on the attached **Exhibit "A"**. Geologic mapping, supported by 3D seismic data, shows the abrupt termination of the Blinebry reservoir to the west and south. By drilling the well at the proposed location the potential for the recovery of economic oil and gas is greatly enhanced.

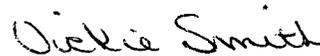
Exhibit "B" is the C-102 filed for the well that shows the surveyed location of the well.

Exhibit "C" is a plat that shows the subject area, the 40-acre proposed spacing unit, the proposed unorthodox well location and the offsetting spacing unit, comprised of the SE/4 SE/4 of Section 30.

Exhibit "D" is a list of affected parties. As required by Rule 1210 (A) (2), a copy of this application (with attachments) has been sent to those listed on Exhibit D in accordance with Rule 1207 (A) (2) and they have been advised that if they have an objection to this application it must be filed in writing with the Division's Santa Fe office within twenty days from the date this notice was sent.

Your attention to this application is appreciated.

Sincerely,



Vickie Smith
Regulatory Analyst

Enclosures

cc: OCD/Hobbs District 1
BLM/Carlsbad Field Office

TEXLAND PET. HOBBS - LLC

EXHIBIT "A"

BOWERS A FEDERAL #41

SEC. 30-18S-38E

HOBBS FIELD, LEA COUNTY, NM

February 20, 2008



State of New Mexico

DISTRICT I
1625 N. FRENCH DR., HOBBS, NM 88240

Energy, Minerals and Natural Resources Department

Form C-102

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

EXHIBIT "B"

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number 30-025-	Pool Code	Pool Name Hobbs, Blinebry
Property Code	Property Name BOWERS A FEDERAL	Well Number 41
OGRID No. 113315	Operator Name TEXLAND PETROLEUM-Hobbs, LLC	Elevation 3646'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	30	18-S	38-E		1294	SOUTH	533	EAST	LEA

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
Dedicated Acres 40 acres		Joint or Infill	Consolidation Code		Order No.				

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

<p>GEODETIC COORDINATES NAD 27 NME</p> <p>Y=625583.1 N X=854586.9 E</p> <p>LAT.=32.714524° N LONG.=103.180488° W</p>	<p>OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p><u>Vickie Smith</u> Signature Date</p> <p><u>Vickie Smith 2/20/08</u> Printed Name</p> <hr/> <p>SURVEYOR CERTIFICATION</p> <p><i>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.</i></p> <p>Date Surveyed: <u>JANUARY 30, 2008</u> SW</p> <p>Signature & Seal of Professional Surveyor: <u>[Signature]</u> 3239</p> <p>Certificate No. <u>08-11-01023</u> 302/04/08</p> <p>GARY EIDSON 12641</p>

TEXLAND PET. HOBBS - LLC

EXHIBIT "C"

BOWERS A FEDERAL #41

SEC. 30-18S-38E

HOBBS UNIT, LEA COUNTY, NM

February 20, 2008

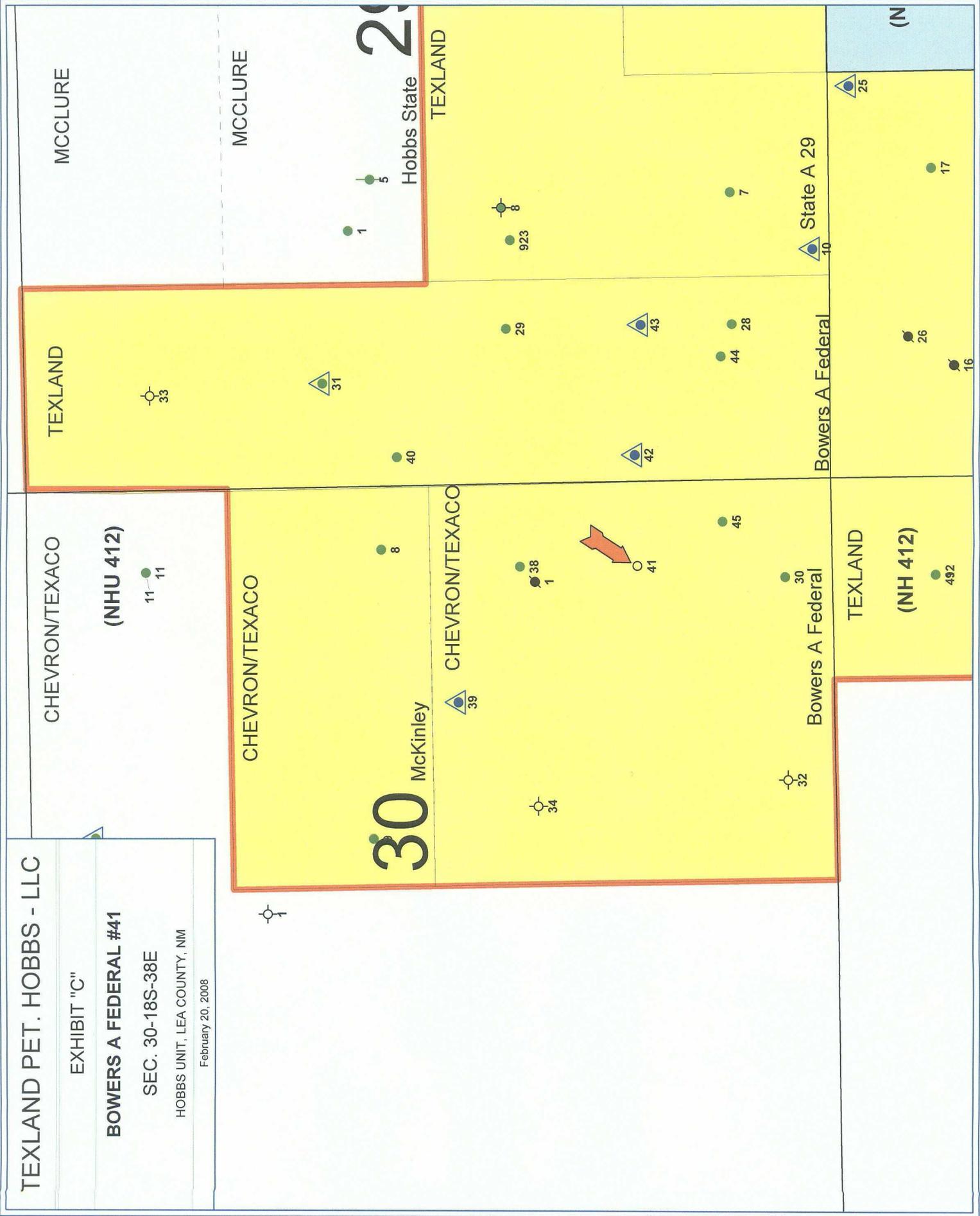


EXHIBIT D
to
APPLICATION FOR UNORTHODOX WELL LOCATION
TEXLAND'S BOWERS 'A' FEDERAL #41
SE/4 SE/4 SEC. 30, T18S R38E
LEA COUNTY, NEW MEXICO

Texland Petroleum L.P. (Texland) has applied for a permit to drill a Blinebry test well on the following unorthodox location in the SE/4 SE/4 Section 30, T18S R38E, Lea County, New Mexico:

1294 feet from the south line Section 30
533 feet from the east line Section 30

The leasehold ownership in the north offset unit (NE/4 SE/4 Section 30) is identical in the Blinebry Formation to the drillsite unit. Accordingly, there are no additional parties to be notified of Texland's drilling permit application for this unorthodox location.

Well File Search - Select API Number to View

Please select the API Number you wish to view from the list below by clicking the radio button next to the API Number. Then click the "Continue" button to see the thumbnails for the API you selected. The search results are broken out by groups of 25 on each page. Switching pages can be done by clicking the "Next 25" or "Previous 25" links.

11 Records Found

Displaying Screen 1 of 1

API Number	ULSTR	Footages	
<input type="radio"/> 3002507473	P -30-18S-38E	330 FSL & 330 FEL	
Well Name & Number: NORTH HOBBS G/SA UNIT No. 441			
Operator: OCCIDENTAL PERMIAN LTD			
<input type="radio"/> 3002507477	P -30-18S-38E	480 FSL & 630 FEL	
Well Name & Number: PRE-ONGARD WELL No. 015			
Operator: PRE-ONGARD WELL OPERATOR			
<input type="radio"/> 3002521967	P -30-18S-38E	400 FSL & 730 FEL	
Well Name & Number: PRE-ONGARD WELL No. 020			
Operator: PRE-ONGARD WELL OPERATOR			
<input type="radio"/> 3002521968	P -30-18S-38E	920 FSL & 400 FEL	
Well Name & Number: PRE-ONGARD WELL No. 021			
Operator: PRE-ONGARD WELL OPERATOR			
<input type="radio"/> 3002523144	P -30-18S-38E	330 FSL & 660 FEL	
Well Name & Number: BOWERS A FEDERAL No. 030			
Operator: EXXON MOBIL CORPORATION			
<input type="radio"/> 3002526485	P -30-18S-38E	770 FSL & 660 FEL	<i>Yates</i>
Well Name & Number: BOWERS A FEDERAL No. 037			
Operator: TEXLAND PETROLEUM-HOBBS, LLC			
<input type="radio"/> 3002527001	P -30-18S-38E	1300 FSL & 1050 FEL	<i>G/SA</i>
Well Name & Number: NORTH HOBBS G/SA UNIT No. 442			
Operator: OCCIDENTAL PERMIAN LTD			
<input type="radio"/> 3002528958	P -30-18S-38E	1300 FSL & 160 FEL	<i>G/SA</i>
Well Name & Number: NORTH HOBBS G/SA UNIT No. 443			
Operator: OCCIDENTAL PERMIAN LTD			
<input type="radio"/> 3002528959	P -30-18S-38E	215 FSL & 1255 FEL	<i>G/SA</i>
Well Name & Number: NORTH HOBBS G/SA UNIT No. 444			
Operator: OCCIDENTAL PERMIAN LTD			
<input type="radio"/> 3002536242	P -30-18S-38E	670 FSL & 686 FEL	<i>G/SA</i>
Well Name & Number: NORTH HOBBS G/SA UNIT No. 547			
Operator: OCCIDENTAL PERMIAN LTD			
<input type="radio"/> 3002536837	P -30-18S-38E	755 FSL & 285 FEL	<i>Upper Blomely</i>
Well Name & Number: BOWERS A FEDERAL No. 045			
Operator: TEXLAND PETROLEUM-HOBBS, LLC			

11 Records Found

Displaying Screen 1 of 1