

DATE IN 7/21/08	SUSPENSE	ENGINEER W Jones	LOGGED IN 7/21/08	TYPE DHC	APP NO. PKUR0820354357
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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



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]

2008 JUL 21 PM 2 52 RECEIVED

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]
- [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD *NSL-5560*
- 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.

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

Melanie Reyes *MLR* *Production Assistant 7-21-08*
 Print or Type Name Signature Title Date
reyesm@adessa.teai.com
 e-mail Address

Cooper Jal Unit #508

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240

DISTRICT II
1301 W. Grand Ave., Artesia, NM 88210

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

DISTRICT IV
1220 St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised October 12, 2005

OIL CONSERVATION DIVISION
1220 South St. Francis Drive
Santa Fe, NM 87505

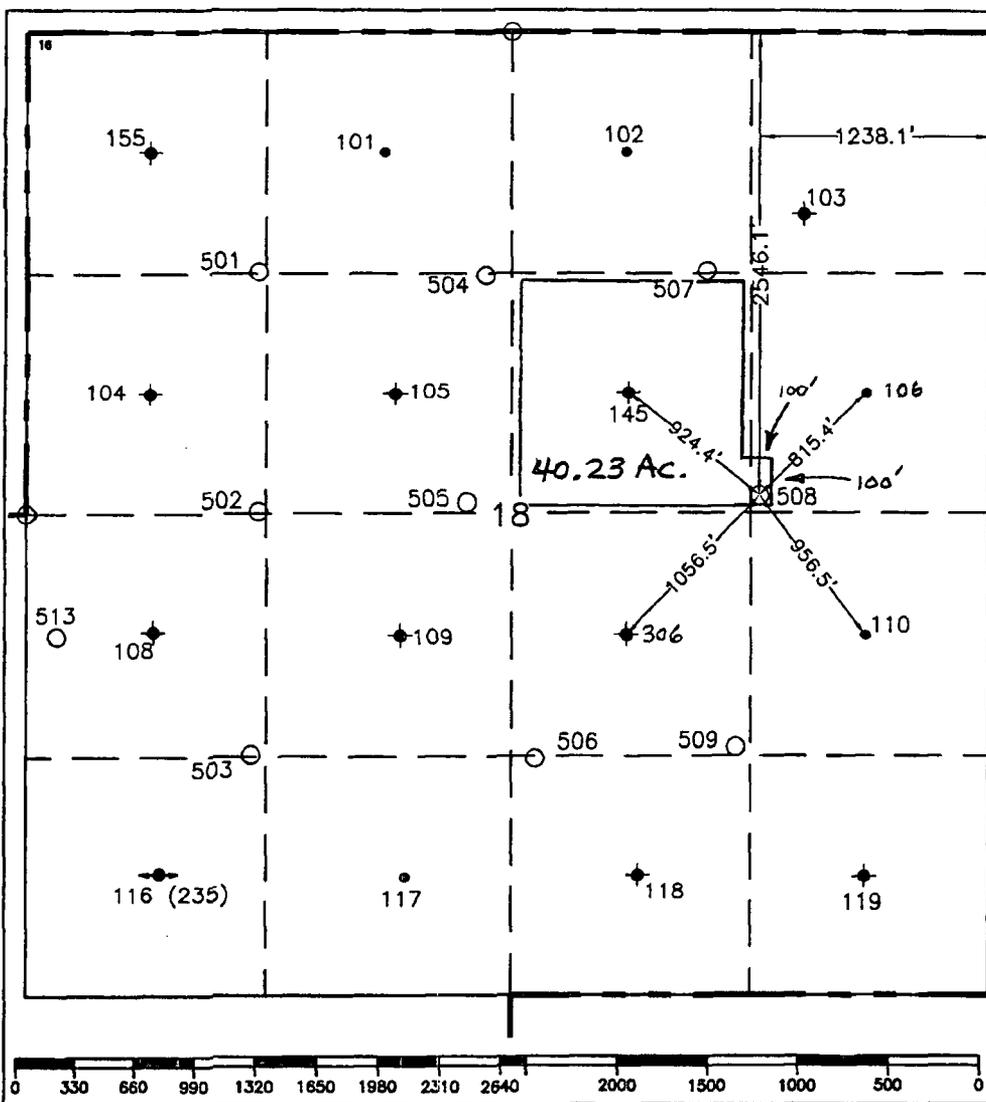
Submit to Appropriate District Office
State Lease-4 copies
Fee Lease-3 copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code		³ Pool Name Jalmat; Langlie Mattix					
⁴ Property Code		⁵ Property Name Cooper Jal Unit				⁶ Well Number 508			
⁷ OGRID No. 193003		⁸ Operator Name TORCH ENERGY SERVICES, INC.				⁹ Elevation 3297'			
¹⁰ Surface Location									
UL or lot no. H	Section 18	Township 24-S	Range 37-E	Lot Idn	Feet from the 2546.1'	North/South line North	Feet from the 1238.1'	East/West line East	County Lea
¹¹ 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
¹² Dedicated Acres 40		¹³ Joint or Infill		¹⁴ Consolidation Code		¹⁵ 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.



¹⁷ OPERATOR CERTIFICATION
I hereby certify that the information contained 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 a mineral or working interest or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Jim Kidd 10/30/06
Signature Date
Jim Kidd
Printed Name

¹⁸ SURVEYOR CERTIFICATION
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 knowledge and belief.

September 19 & 21, 2006
Date of Survey

[Signature]
Signature & Seal of Professional Surveyor

7254
Certificate No.

○ = Staked Location • = Producing Well ● = Injection Well ◊ = Water Supply Well ◆ = Plugged & Abandon Well
⊙ = Found Section Corner, 2 or 3" Iron Pipe & GLO B.C. ○ = Found 1/4 Section Corner, 1" Iron Pipe & GLO B.C.

ADDITIONAL INFORMATION ON THE LOCATION

State Plane Coordinates		Easting 892617.15	
Northing 444780.10		Longitude 103°11'50.893"	
Latitude 32°13'03.625"		Combined Grid Factor	
Zone North American Datum		Coordinate File	
East 1983/86		Coop_Jal.Crd	
Drawing File		Field Book	
Coop_Jal.Dwg		LEA #24, Pg. 8	



T O R C H
E N E R G Y S E R V I C E S , I N C .
A Subsidiary of Torch Energy Advisors

June 30, 2008

New Mexico Oil Conservation Division
1220 South St. Francis
Santa Fe, NM 87505

Attn: Mr. William Jones

Re: Cooper Jal Unit Ownership
Lea County, New Mexico

Dear Mr. Jones,

Melanie Reyes forwarded to me an email that you sent to her regarding our downhole commingling applications. Please be advised that although the Cooper Jal Unit was approved for waterflooding by separate orders in both the Jalmat and the Langlie Mattix pools, the ownership in each wellbore within the unit is identical as the term is defined in Rule 303.

Please advise if you have any questions; I can be reached at (713) 756-1620.

Sincerely,

Randy Ziebarth
Vice President

