

DATE IN 5-20-10	SUSPENSE	ENGINEER DB	LOGGED IN 5-20-10	TYPE A/SL	APP NO. 1014027856
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RECEIVED
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NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



OG-X Resources

Concho State #1

ADMINISTRATIVE APPLICATION CHECKLIST

30-025-34674

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.

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

Joe T. Janica
Print or Type Name

Joe T. Janica
Signature

Agent
Title

05/17/10
Date

joejanica@valornet.com
e-mail Address



05/17/10

OIL CONSERVATION DIVISION
1220 SOUTH St. FRANCIS DRIVE
SANTA FE, NEW MEXICO 87505

Re. Application for Administrative Approval of a Non Standard Location South
Half of Section 5 T24S-R33E Lea Co. New Mexico.

Dear Mr. Brooks:

OGX RESOURCES, LLC. proposes to re-enter The Concho "5" State #1 (API#
30-025-34674) located 2310' FSL & 660' FEL Section 5 T24S-R33E Lea Co. NM.
The well was originally drilled by ENRON OIL & GAS and was later Plugged and
Abandoned by CONCHO RESOURCES, INC.

OGX RESOURCES, LLC. plans are to re-enter this well, drill out cement
plugs and clean out to a total depth of 13,900'. The location of this well
is 2310' FSL & 660' FEL of Section 5 but only 330' FNL of the South Half of
the Section 5 a standard unit would be 660' FNL of the South Half.

Exhibit "A" is the C-102 well location and acreage dedication plat.

Exhibit "B" is a list of offset operators.

Exhibit "C" is an ownership showing acreage held by offset operators.

Granting of this request would be in the best interest of conservation and
prevention of waste.

Sincerely


Joe T. Janica
Agent for OGX RESOURCES, LLC.

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

State of New Mexico
Energy, Minerals and Natural Resources Department

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

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number 30-025-34674	Pool Code 79335	Pool Name <i>undesignated</i> JOHNSON RANCH-WOLFCAMP GAS
Property Code 37806	Property Name CONCHO 5 STATE	Well Number 1
OGRID No. 217955 ✓	Operator Name OGX RESOURCES	Elevation 3651'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1	5	24-S	33-E		2310	SOUTH	660	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 320	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

LOT 4 39.82 AC	LOT 3 39.79 AC	LOT 2 39.75 AC	LOT 1 39.72 AC
GEODETIC COORDINATES NAD 27 NME Y=453881.3 N X=730603.3 E LAT.=32.245635° N LONG.=103.587453° W			
EXHIBIT "A"			

OPERATOR CERTIFICATION

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.

Joe T. Janica
Signature Date
Joe T. Janica 05/17/10
Printed Name

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 belief.

ALD J. EIDSON
JULY 23 2009
Date Surveyed
Signature & Seal of Professional Surveyor
Ronald J. Eidson 9-03-09
Certificate No. GARY EIDSON 12641
RON EIDSON 3239

OFFSET OWNERS TO TO OGX RESOURCES, LLC.

Quantum Resources Management Llc.
5 Houston Center
1401 McKinney Street
Suite 2400
Houston Texas 77010

EOG Resources, inc,
4000 North Big Spring Street
Suite 500
Midland, Texas 79705-4630

Exhibit "B"

TEMPRA
Exploration Inc.

05/17/10

CERTIFIED MAIL RETURN RECEIPT REQUESTED

7005 1820 0001 6797 0250

Quantum Resources Management, LLC.
5 Houston Center
1401 McKinney Street
Houston, Texas 77010

Re: Application for a Non-Standard location for OGX Resources, LLC
South Half 320 Acres of Section 5 T24S-R33E Lea Co. N.M.

Gentlemen:

OGX Resources, LLC, P.O. Box 2064, Midland, Tx 79701, proposes to re-enter the Concho Resources, Inc. Concho "5" State #1, located 2310' FSL & 660' FEL Sec. 5, T24S-R33E, Lea Co., N.M. The plan is to drill out the cement plugs and clean out to 13,900' to test the Wolfcamp Formation.

No action is necessary if Quantum Resources Management approves of this application. Any objections must be filed in writing within 20 days to the Oil Conservation Division Office in Santa Fe, New Mexico.

Enclosed are: Exhibit "A" OCD Form C-102 showing the South half of Sec. 5 as the proration unit with the well location.

Exhibit "B" is a list of offset operators

Exhibit "C" shows mineral ownership of adjacent leases

Please contact Joe T. Janica with any questions. Off: 575-391-8503
Cell: 575-390-1598.

Thanks for your attention regarding this matter.

Sincerely,

Joe T. Janica
Joe T. Janica, AGENT
OGX Resources, LLC.

ENCL:

5/17/10

CERTIFIED MAIL RETURN RECEIPT REQUESTED

7005 1820 0001 6796 9766

EOG Resources, Inc.
4000 North Big Spring St.
Suite 500
Midland, Texas 79705-4630

Re: Application for a Non-Standard location for OGX Resources, LLC.
South Half 320 Acres of Section 5 T24S-R33E Lea Co., N .M.

Gentlemen:

OGX Resources, LLC., P.O. Box 2064 Midland, Tx. 79701 proposes to re-enter the Concho Resources, Inc. Concho "5" State #1, located 2310' FSL & 660' FEL Section T24S-R33E Lea Co., N.M. The plan is to drill out the cement plugs and clean out to 13,900' to test the Wolf-camp formation.

No action is necessary if EOG Resources, Inc., has no objection to this application. Any objections must be filed in writing within 20 days to the Oil Conservation Division Office in Santa Fe, New Mexico.

Enclosed Are: Exhibit "A" OCD Form C-102 showing the South half of Sec. 5 as the proration unit with the well location.

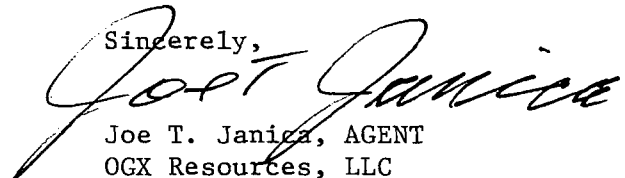
Exhibit "B" is a list of offset operators.

Exhibit "C: shows mineral ownership of adjacent leases.

Please contact Joe T. Janica with any questions. Off: 575-391-8503
Cell: 575-390-1598.

Thanks for your attention regarding this matter.

Sincerely,


Joe T. Janica, AGENT
OGX Resources, LLC

ENCL:

7005 1820 0001 6796 9766

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HOBBS NM 88240
05/17/2010

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EOG RESOURCES	
Street, Apt. No., or PO Box No. 4000 NORTH BIG SPRING SUITE 500	
City, State, ZIP+4 MIDLAND, TEXAS 79705-4630	

PS Form 3800, June 2002 See Reverse for Instructions

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QUANTUM RESOURCES MANAGEMENT, LLC.	
Street, Apt. No., or PO Box No. 5 HOUSTON CENTER SUITE 2400	
City, State, ZIP+4 1401 MCKINNEY STREET HOUSTON TX 77010	

PS Form 3800, June 2002 See Reverse for Instructions