

DATE IN <u>7-14-10</u>	SUSPENSE	ENGINEER <u>DB</u>	LOGGED IN <u>7-14-10</u>	TYPE <u>NSL</u>	PTGW APP NO. <u>1018355766</u>
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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



*BMG*

*Coll Well #47*

**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.

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

Loren Diede		Drilling/Completions	7-14-2010
Print or Type Name	Signature	Title	Date
		ldiede@bmgdrilling.com	
		a mail Address	

NM Oil Conservation Division

June 30, 2010

David Brooks

1220 South St. Francis Drive

Santa Fe, NM 87505

Dear Mr. Brooks:

Benson-Montin-Greer Drilling Corp. (BMG) requests the State of New Mexico Oil Conservation Division's approval to drill the Canada Ojitos Unit (COU) # 47 in the following unorthodox location: 574' FSL and 1809' FWL, Unit N, Sec 4, T25N, R1W Rio Arriba County New Mexico. This well is intended to be drilled and completed in the Mancos formation.

The well will be drilled in the Canada Ojitos Unit; all adjacent sections to section 4 are within the Canada Ojitos Unit. The Mancos interest owners have the same interest throughout the unit.

The location of this well was selected to maximize the benefit of naturally fractured reservoir characteristics as derived from seismic data. The location selection is further affected by topography and by the need to minimize surface disturbance within the Santa Fe National Forest.

The nearest producing well (BMG's COU # 10, a Mancos producer) is approximately 4600 ft north/northeast of the proposed COU # 47 site.

We are submitting the following:

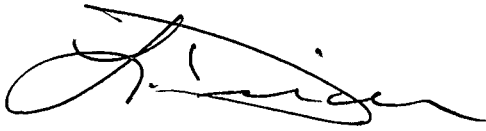
1. A copy of the NM OCD form C-102
2. Nine-section map of the surrounding area with location of the other producing Mancos wells.

RECEIVED OCD  
2010 JUL -2 P 21

This application is filed in accordance with NMAC 19.15.15. This application also references the NMOCD "Special Rules for the West Puerto Chiquito-Mancos Oil Pool" Order No. R-6469-B. Of special consideration is Rule 5 as it applies to the application for unorthodox location as necessitated by topographical conditions.

We respectfully request your approval on this application.

Sincerely,

A handwritten signature in black ink, appearing to read "Loren Diede", with a stylized, flowing script.

Loren Diede

Benson-Montin-Greer Drilling Corporation

Drilling / Completions

(505) 324-5068



**Benson-Montin-Greer Drilling Corp**  
**Canada Ojitos Unit # 47**  
**Unit N, Sec 4, T25N, R1W**  
**Rio Arriba, NM**

**9 - Section Offset Map**

