

DATE IN <u>10,26,10</u>	SUSPENSE	ENGINEER <u>DILB</u>	LOGGED IN <u>10,26,10</u>	TYPE <u>NSL</u>	APP NO. <u>1029948979</u>
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PTLW

ABOVE THIS LINE FOR DIVISION USE ONLY

RECEIVED
NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



DJ Simmons

Jicarilla H-109

ADMINISTRATIVE APPLICATION CHECKLIST

30-039-22104

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

6288

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.

Walter Parks		Senior Landman	Oct.25, 2010
Print or Type Name	Signature	Title	Date
		wparks@djsimmons.com	
		e-mail Address	

Warnell, Terry G, EMNRD

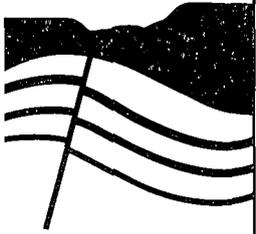
From: Warnell, Terry G, EMNRD
Sent: Friday, October 22, 2010 1:09 PM
To: 'info@djsimmons.com'
Subject: Jicarilla H 108 Well

Hello Walter,

Just got some of your paperwork for the Jicarilla H 108 Well
Please send me a signed copy of the OCD Application
<http://www.emnrd.state.nm.us/OCD/documents/admnapp.pdf>

Sincerely
Terry G. Warnell
New Mexico Oil Conservation Division
1220 South St. Francis
Santa Fe, NM 87505
505-476-3466

Hold



October 20, 2010

RECEIVED OGD

2010 OCT 22 P 12:48

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

DJ SIMMONS, INC.

1009 Ridgeway Place
Suite 200
Farmington,
New Mexico 87401

505-326-3753
505-327-4659 FAX
info@djsimmonsinc.com
www.djsimmonsinc.com

RE: Application for Administrative Approval
Non Standard Well Location
Jicarilla H 108Well
Otero Chacra Formation
Section 7, T24N, R4W NMPM
Rio Arriba County, New Mexico

Gentlemen:

DJ Simmons, Inc. is requesting an administrative approval of this non-standard well location pursuant to Rule 104.B (1). Affected party would be Energen Resources Corporation that is lessee/owner of record and operating rights owners. The affected parties described lands are as follows:

N1/2 Section 7, T24N, R4W NMPM
SE1/4 Section 7, T24N, R4W NMPM
N1/2 Section 18, T24N, R4W, NMPM
E1/2 Section 12, T25N, R4W NMPM
NE1/4 Section 13, T25N, R4W NMPM

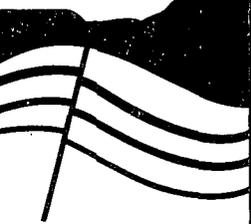
The Sundry Notices and Reports on Wells application has been applied to plug and abandon the Lindrith Gallup-Dakota West pool for oil and to recomplete into the Otero Chacra for gas. The existing Lindrith Gallup-Dakota West pool no longer produces oil in paying quantities and is the reason that DJ Simmons, Inc. is requesting to recomplete in the Otero Chacra pool.

As required by Rule 104.F (3) the following items are attached:

C-102 showing the well location and proposed spacing unit;

A plat showing offset mineral owners;

A complete list of operators or lessees of record for the off-setting proration unit with their current addresses.



In accordance with Rule 104.F (3) and Rule 1207.A (2), a complete copy of the application was sent by certified mail-return receipt requested on the same date as this application to the operators/lessees on the attached list. A copy of the cover letter is attached.

Sincerely



Walter Parks
Senior Landman

Attachments:

DJ SIMMONS, INC.

1009 Ridgeway Place
Suite 200
Farmington,
New Mexico 87401

505-326-3753
505-327-4659 FAX
info@djsimmonsinc.com
www.djsimmonsinc.com

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-123
Effective 1-1-65

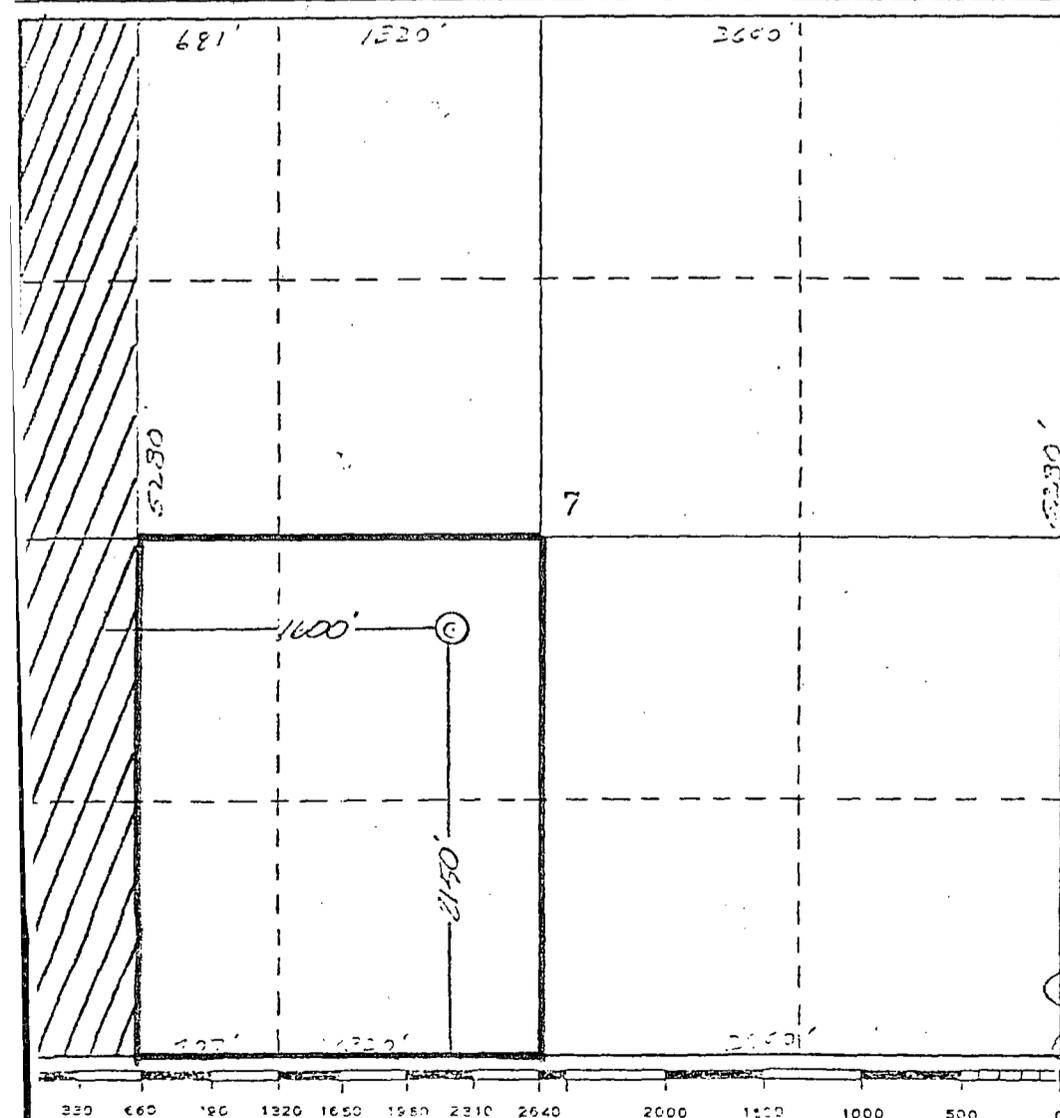
All distances must be from the outer boundaries of the Section.

Operator ARCO OIL AND GAS COMPANY **		Lease JICARILLA [REDACTED]		Well No. 108
Unit Letter K	Section 7	Township 24 NORTH	Range 4 WEST	County RIO ARRIBA
Actual Footage Location of Well:				
2150 feet from the SOUTH line and		1600 feet from the WEST line		
Ground Level Elev. 6742	Producing Formation Chacon/Dakota	Pool W. Lindrith Gallup/Dakota	Dedicated Acreage: 122.57 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
N/A
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
N/A
- If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc? N/A
 Yes No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

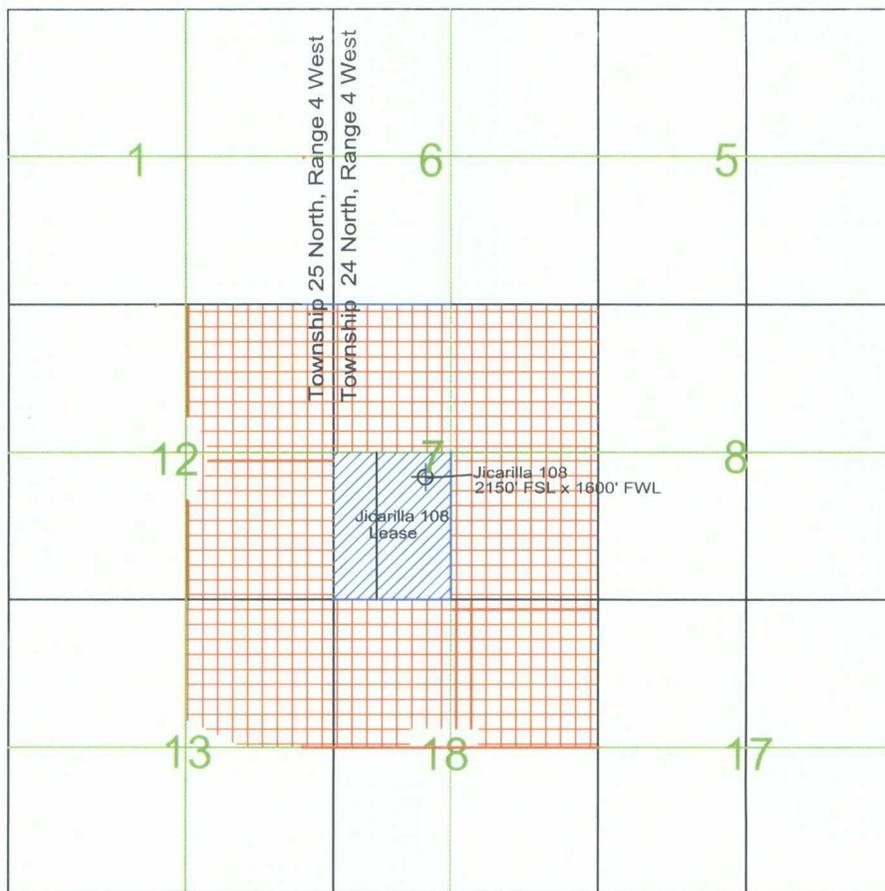
W. A. Walther, Jr.
Name
W. A. Walther, Jr.
Position
Operations Manager
Company ARCO Oil and Gas Co.
Division of Atlantic Richfield Company
Date June 27, 1979

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.

JAMES P. LEESE
 Date Surveyed
28 May 1979
 Registered Professional Engineer
 and Land Surveyor
James P. Leese
James P. Leese
 Certificate No. **1463**

**Division of Atlantic Richfield Company

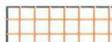
Jicarilla H 108
 2150' FSL x 1600' FWL , Section 7, T24N, R4W
 Rio Arriba County, New Mexico



LEGEND



Jicarilla 108 Lease



Affected BLM Leases
 Energen Resources Corporation
 2010 Afton Place
 Farmington, New Mexico 87401

1009 Ridgeway Place
 Suite 200
 Farmington, NM. 87401

PH. (505) 326-3753
 FAX (505) 327-4859

www.djimmmonsinct.com

APPROVED: W.P

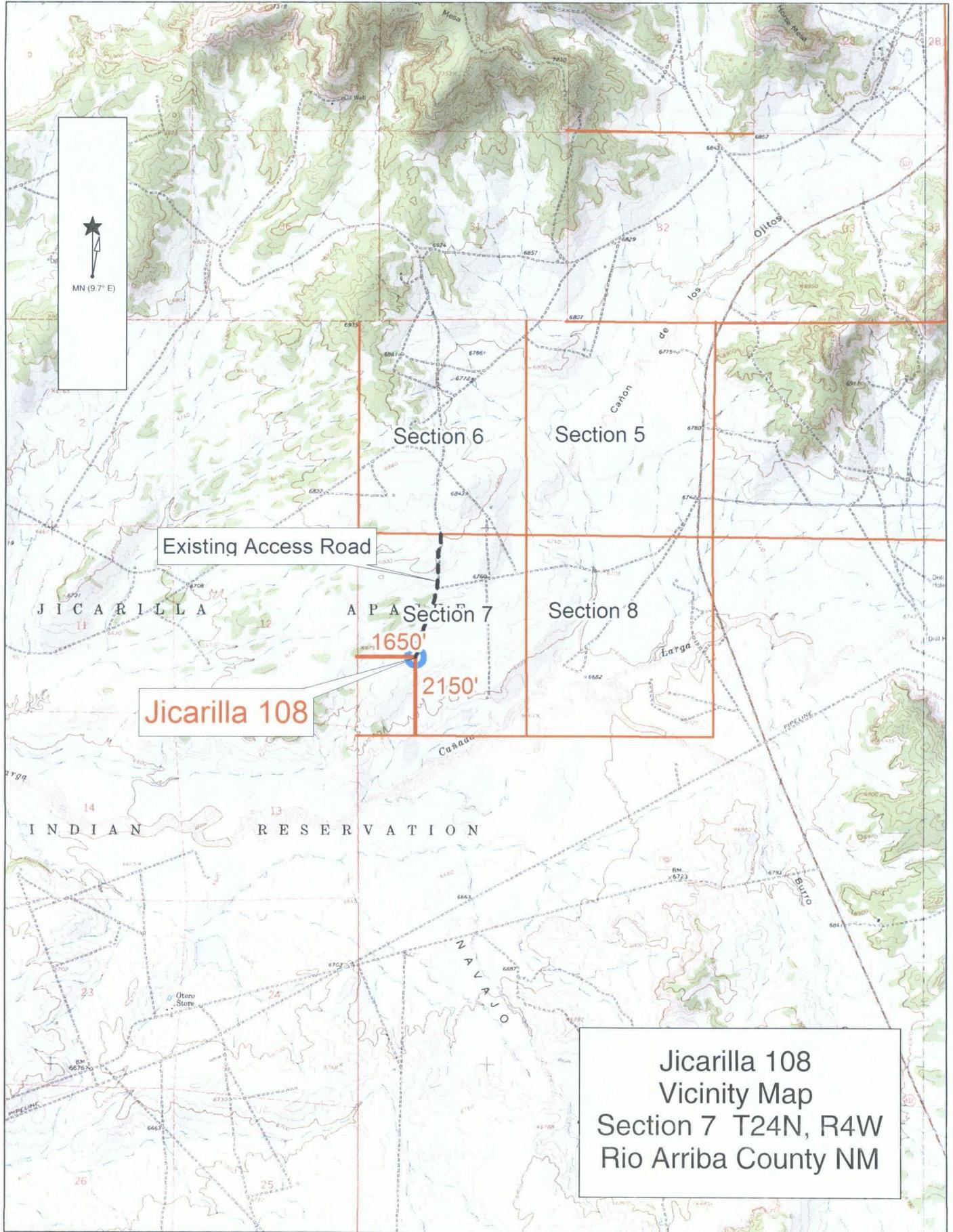
DRWN BY: C.D.S.

January 2008

PROJECT: Jicarilla 108

SCALE: NTS

UNORTHODOX LOCATION
 Jicarilla 108
 SWSW/4, Section 7, T24N, R4W
 Rio Arriba County, NM.



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www.delorme.com

Scale 1 : 43,750

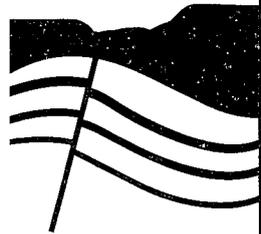


1" = 3,645.8 ft

Data Zoom 11-2

List of Operators/Lessees

Energen Resources Corporation
2010 Afton Place
Farmington, NM 87401



DJ SIMMONS, INC.

1009 Ridgeway Place
Suite 200
Farmington,
New Mexico 87401

505-326-3753
505-327-4659 FAX
info@djsimmonsinc.com
www.djsimmonsinc.com

October 25, 2010

RECEIVED OCD

2010 OCT 26 P 12: 23

Mr. Terry G. Warnell
New Mexico Oil Conservation Division
1220 South St. Francis
Santa Fe, NM 87505
Phone # 505-476-3466

RE: Administrative Application Checklist for DJ Simmons, Inc. Jicarilla H 108 and Jicarilla H 111.

Dear Mr. Warnell:

Attached are the Administrative Application Checklist for the Jicarilla H 108 and the Jicarilla H 111. The Jicarilla H 111 was mailed Fed-Ex on October 15, 2010 and should have been received in your office on October 18, 2010.

Thank you for your time and assistance concerning these issues, and if you need any further information or have any questions please call me.

Sincerely

A handwritten signature in black ink, appearing to read "Steve Sacks".

Steve Sacks
Regulatory and Permitting Specialist
505-326-3753 Ext 127

Brooks, David K., EMNRD

From: Brooks, David K., EMNRD
Sent: Tuesday, October 26, 2010 4:48 PM
To: 'Walter Parks'
Subject: Jicarilla H #108; NSL Application

Dear Walter

Your referenced application indicates that Energen Resources Corporation is an affected party to be notified of this application. However, I do not find in the package a copy of a letter to Energen or other certification that the requisite notice has been given. Please see Division Rule 15.13 regarding the required certificate of notice.

Sincerely

David K. Brooks
Legal Examiner

Brooks, David K., EMNRD

From: Walter Parks [wparks@djsimmons.com]
Sent: Wednesday, October 27, 2010 11:38 AM
To: Brooks, David K., EMNRD
Cc: Steve Sacks; Robin Schiro
Subject: Emailing: Energen Resources Corp Jic H 108 Well contract 111 10-20-2010.pdf
Attachments: Energen Resources Corp Jic H 108 Well contract 111 10-20-2010.pdf

David

In addition to the attached notice letter sent Certified Return Receipt, we have the signed mail Receipt from Energen. Do you need a copy of the Return Receipt signature card?

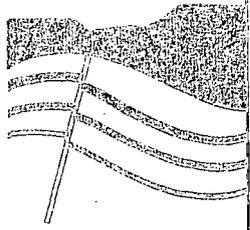
Walter Parks
Senior Landman
D.J. Simmons, Inc.

Walter Parks
Senior Landman

The message is ready to be sent with the following file or link attachments:

Energen Resources Corp Jic H 108 Well contract 111 10-20-2010.pdf

Note: To protect against computer viruses, e-mail programs may prevent sending or receiving certain types of file attachments. Check your e-mail security settings to determine how attachments are handled.



CERTIFIED MAIL - RECEIPT
NO. 7009 2820 0001 6005 2215

October 20, 2010

DJ SIMMONS, INC.

1009 Ridgeway Place
Suite 200
Farmington,
New Mexico 87401

505-326-3753
505-327-4659 FAX
info@djsimmonsinc.com
www.djsimmonsinc.com

Mr. David Poage, District Landman
Energen Resources Corporation
2010 Afton Place
Farmington, NM 87401

RE: Application for Administrative Approval;
Non Standard Well Location
Jicarilla H 108 Well, Contract 111
Otero Chacra Formation
NE1/4SW1/4, Sec. 7, T24N, R4W NMPM
Rio Arriba County, New Mexico

Dear Mr. Poage:

DJ Simmons, Inc. has made an application to the New Mexico Oil Conservation Division (NMOCD) for Administrative approval of the above referenced Non Standard Well Location. In accordance with the NMOCD Rule 104.B (1) Oil Well Acreage and Location Requirements, 104.F Non Standard Locations, and Rule 1207.A (2) Notification Requirements for Specific Adjudications, Non Standard Locations, DJ Simmons, Inc. is advising you of this application as an "Affected Person" of an adjoining spacing unit.

A copy of the application is attached for your review. If you have no objection to the application then please sign the attached wavier letter and return it to the NMOCD in the enclosed self addressed stamped envelope. If you do not sign the wavier or enter an objection within twenty days the Division Director may approve this application.

If you have any questions or need further information please call me at (505) 326-3753, Ext. 127.

Sincerely

Walter Parks
Senior Landman

Enclosures

October 28, 2010

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

RE: Wavier
Non Standard Well Location
Jicarilla H 108 Well Contract 111
Otero Chacra Formation
NE1/4SW1/4, Sec. 7, T24N, R4W NMPM
Rio Arriba, New Mexico

To Whom It May Concern:

The Energen Resources Corporation, Farmington, NM is in receipt of the Jicarilla H 108 Non Standard Well Location application and has reviewed the application provided by DJ Simmons, Inc. as operator of the Jicarilla H 108 Well. Energen Resources Corporation, Farmington, NM an offset Operator/Lessee of the surrounding lands has no objection to the drilling of said well.

Signature _____

Date _____

PTGW 1029948979

October 28, 2010

RECEIVED OCD

2010 OCT 27 P 1:18

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

RE: Wavier
Non Standard Well Location
Jicarilla H 108 Well Contract 111 (30-039-22104)
Otero Chacra Formation
NE1/4SW1/4, Sec. 7, T24N, R4W NMPM
Rio Arriba, New Mexico

To Whom It May Concern:

The Energen Resources Corporation, Farmington, NM is in receipt of the Jicarilla H 108 Non Standard Well Location application and has reviewed the application provided by DJ Simmons, Inc. as operator of the Jicarilla H 108 Well. Energen Resources Corporation, Farmington, NM an offset Operator/Lessee of the surrounding lands has no objection to the drilling of said well.

Energen Resources Corporation

Signature *David M. Foamy*

Date 10/25/2010

NSL - Application #
1029355012

October 15, 2010

RECEIVED OCD

2010 OCT 21 P 1:13

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

RE: Wavier
Non Standard Well Location
Jicarilla H 111 Well
Otero Chacra Formation
NW1/4SE1/4, Sec. 5, T24N, R4W NMPM
Rio Arriba, New Mexico

To Whom It May Concern:

The Energen Resources Corporation, Farmington, NM is in receipt of the Jicarilla H 111 Non Standard Well Location application and has reviewed the application provided by DJ Simmons, Inc. as operator of the Jicarilla H 111 Well. Energen Resources Corporation, Farmington, NM an offset Operator/Lessee of the surrounding lands has no objection to the drilling of said well.

Energen Resources Corporation

Signature David M. Poage, District Lawman

Date 10-19-2010