Bratcher, Mike, EMNRD

From:

Cindy Cottrell <ccottrell@jdmii.com>

Sent:

Thursday, February 21, 2013 9:47 AM Bratcher, Mike, EMNRD; Randall Hicks

To: Cc:

Greg Boans; 'Dean Chumbley'; Jim Burnett; 'Dale Littlejohn'

Subject:

RE: Murchison War Horse 3H

Attachments:

War Horse #1H - APD - COAs.pdf; War Horse #3H - APD Complete Ltr.pdf

Mike.

The COAs for War Horse #1H are attached. The APD on War Horse #3H was complete as of January 14th (see attached BLM letter), but I don't know how much longer it will be until it is approved. Let me know if you need anything else.

Cindy

From: Bratcher, Mike, EMNRD [mailto:mike.bratcher@state.nm.us]

Sent: Thursday, February 21, 2013 10:20 AM

To: Randall Hicks

Cc: Greg Boans; 'Dean Chumbley'; Jim Burnett; Cindy Cottrell; 'Dale Littlejohn'

Subject: RE: Murchison War Horse 3H

Randall,

As of this morning, OCD does not have record of the 3H APD having made it through our system. It currently has no API number assigned. Another issue is going to be the COAs for these federal wells. I need to see them. A problem I have recently discovered on our end, and this is the reason the COA is not in the well file for the 1H, due to the volume of paper that gets imaged here, someone decided we could cut some out by not imaging documents, or portions of documents that were considered "broiler plate" or redundant. The federal APD-COAs wound up in this category. I made the argument that as "keepers of the records" (basically the only place public has access to this stuff) OCD is sort of obligated to insure it all gets imaged. So, if my argument holds water, we should begin to see the COAs back with their respective APDs. Meanwhile, to review the pit permits for these two wells, first the 3H needs to make its way through the OCD system. Hopefully it will all get imaged and be available. For the 1H, I am requesting that Murchison provide me a copy of the COA for that well. I have tried in the past to get them from BLM, but with no success. Murchison should have a copy readily available.

Thanks.

Mike Bratcher NMOCD District 2 811 S. First Street Artesia, NM 88210 O: 575-748-1283 X108

C: 575-626-0857 F: 575-748-9720

From: Randall Hicks [mailto:r@rthicksconsult.com] **Sent:** Wednesday, February 20, 2013 3:42 PM

To: Bratcher, Mike, EMNRD

1

Cc: 'Greg Boans'; 'Dean Chumbley'; Jim Burnett; ccottrell@jdmii.com; 'Dale Littlejohn'

Subject: Murchison War Horse 3H

Mike

It is my understanding that the surface use agreement with COG has been worked out because the drilling schedule provided to Greg shows the War Horse 3H set to spud in 20-30 days. Assuming that the drilling schedule does not change, we would like the War Horse 3H permit reviewed in 15 days, so we can begin construction of a location.

Note, I have copied the COG folks on this email because I know COG must formally notify OCD that the surface agreement is signed and we Murchison can proceed as planned.

I see that OCD has scanned the approved APD for

WAR HORSE FEDERAL COM No. 001H

I did not see the COA for this BLM-approved permit, but I assume we are good for pits as we sent BLM the application on 10/18/12 (attached). These two wells are close to each other and we have tried to make it easy to review both at the same time.

I will call tomorrow to see if there is anything I can do to facilitate the review.'

Randall Hicks RT Hicks Consultants Office: 505-266-5004

Cell: 505-238-9515



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 E. Greene St. Carlsbad, NM 88220-6292



In reply refer to: 3162.3-1 (P0220) NM030752 ATS-13-276

1/25/2013

Your Reference:

3H-War Horse Fed Com, Lease NM030752 2290'/S. & 0175'/E., sec. 21, T. 18 S., R. 29 E., Eddy County, NM

Murchison Oil & Gas Inc Attn: Cindy Cottrell 1100 Mira Vista Blvd Plano, TX 75093

Gentlemen:

This office has received all information as requested on January 14, 2013 for the referenced well and it has been determined that your Application for Permit to Drill is now complete. In compliance with 43 CFR 3162.3-1(h), Section 366 of the Energy Policy Act of 2005, and Onshore Order No. 1, the intent of this office is to process your application and take action within 30 days if all regulatory requirements have been met.

If you have any questions, please contact Debbie McKinney at (575) 234-5931.

Sincerely,

Don Peterson

Assistant Field Manager, Minerals

Bratcher, Mike, EMNRD

From:

Randall Hicks <r@rthicksconsult.com>

Sent:

Thursday, February 21, 2013 10:46 AM

To:

Bratcher, Mike, EMNRD

Subject:

RE: Murchison War Horse 3H

I saw it and already sent an email to Jim Amos. I do not believe that John Fast put our pit application in the file – it was sent to him on 10/18.

Give us a few days to sort this out before you do anything with respect to this permit

Randall Hicks

RT Hicks Consultants Office: 505-266-5004 Cell: 505-238-9515

From: Bratcher, Mike, EMNRD [mailto:mike.bratcher@state.nm.us]

Sent: Thursday, February 21, 2013 10:31 AM

To: Cindy Cottrell; Randall Hicks

Cc: Greg Boans; 'Dean Chumbley'; Jim Burnett; 'Dale Littlejohn'

Subject: RE: Murchison War Horse 3H

Thank you Cindy.

Gentlemen,

Please see part VI.C on page 4, and part VII.E on page 11 of the well #1H APD-COA.

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To: Bratcher, Mike, EMNRD; Randall Hicks

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