

Oil and Gas Division

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North Dakota Industrial Commission Department of Mineral Resources

Nathan D. Anderson – Director www.dmr.nd.gov/oilgas/

Information & Fact Sheet

Application Process for the Development Incentive Well Program

Applicant must submit the following information to the DMR: Submit application to incentivewell@nd.gov

- 1. Type of technology drilling or completion
- 2. Well name if applicable
- 3. ND File number if applicable
- 4. Graphs and schematics that support the technology
- 5. Description of why this is new or innovative
- 6. How this is expected to increase underdeveloped or undeveloped reserves
- 7. Has this technology been used before, where it has been used and a description of its effectiveness in other applications
- Map general locator and localized development map including legal description
- 9. Target formation
- 10. Spacing unit description
- 11. Total number of Development Incentive Wells that applicant has received per the NDCC 57-51.1-03
- 12. Total number of Development Incentive Wells the applicant is eligible for per NDCC 57-51.1-03
- 13. Number of wells the applicant drilled in the prior biennium as described in the NDCC 57-51.1-03
- 14. Short description of how success is defined with this technology
- 15. Expected date range that activity will occur
- 16. Primary contact person for the application including business mailing address, phone number, and email address.
- 17. Additional supporting documentation that would assist the review committee in making a determination not listed above.

- 18. Affidavit from applicant affirming the information submitted is true and correct to the best of their knowledge and belief.
- 19. Any other information deemed necessary by the Director to make a determination.
- 20. To ensure timely processing, only complete applications will be considered. Incomplete applications will be returned.

General parameters for a New or Innovative Technology (not all inclusive)

- 1. New drilling or completion technique constituting a technical advancement that has not been successfully utilized within the proposed formation.
- Significant areal distance between applications if the same technology is being utilized.

Development Incentive Well Review Committee:

The committee will meet monthly and consists of the following titled roles within the Oil and Gas division:

- 1. Director DMR
- 2. Assistant Director
- 3. Permit & Seismic Manager
- 4. UIC Manager
- 5. Field Operations Manager
- 6. Geology Manager
- 7. Petroleum Engineer

The DMR will review applications on a monthly basis. To obtain approval prior to implementing new technology, applications must be submitted at least 30 days before the planned activity date. Applications submitted after new technology has been implemented on a well are subject to the filing requirements of NDCC 57-51.1-03.1. The Tax Department must receive the Industrial Commission's certification letter within 18 months of the well's completion date.

Applications can be e-mailed to:

Incentivewell@nd.gov