State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

John Bemis
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey
Division Director
Oil Conservation Division



96830

March 13, 2013

OXY USA WTP Limited Partnership Attn: Ms. Jennifer Duarte

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6776 Administrative Application Reference No. pPRG1306459816

OXY USA WTP Limited Partnership OGRID 192463 Piglet 21 State Well No. 15 API No. 30-015-40721

Proposed Location:

NE/4 SE/4 of Section 21

Footages	<u>Unit</u>	Section	Township	Kange	<u>County</u>
1710 FSL & 1536 FWL	K	21	17S	28E	Eddy
Proposed Unit:					
Description	Acres	Pool			Pool Code

Reference is made to your application received on March 5, 2013.

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You have requested to drill or re-complete this well at an unorthodox oil well location described above, in the referenced pool or formation. This location is governed by statewide Rule 15.9.A [19.15.15.9.A NMAC], which provides for 40-acre units, with wells located at least 330 feet from a unit outer boundary. This location is less than 330 feet from a unit boundary.

Artesia; Glorieta-Yeso

Your application has been duly filed under the provisions of Division Rules 15.13 [19.15.15.13 NMAC] and 4.12.A(2) [19.15.4.12.A(2) NMAC].

It is our understanding that you are seeking this location for geologic reasons.

It is also understood that notice of this application to offsetting operators or owners is unnecessary due to common ownership.

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Pursuant to the authority conferred by Division Rule 15.13.B, the above-described unorthodox location is hereby approved.

This approval is subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 5.9 [19.15.15.9 NMAC].

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Jami Bailey Director

JB/db

cc: New Mexico Oil Conservation Division – Artesia

New Mexico State Land Office

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