

Revised March 23, 2017

RECEIVED:	REVIEWER:	TYPE:	APP NO:
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

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



### 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

**Applicant:** ConocoPhillips Company **OGRID Number:** 217817  
**Well Name:** ZIA HILLS UNIT 2731 WC #13H **API:** 30-015-49931  
**Pool:** ZIA HILLS; WOLFCAMP **Pool Code:** 98081

### SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

1) **TYPE OF APPLICATION:** Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☐ NSL

☐ NSP (PROJECT AREA)

☒ NSP (PRORATION UNIT)

☐ SD

B. Check one only for [ I ] or [ II ]

[ I ] Commingling – Storage – Measurement

☐ DHC

☐ CTB

☐ PLC

☐ PC

☐ OLS

☐ OLM

[ II ] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX

☐ PMX

☐ SWD

☐ IPI

☐ EOR

☐ PPR

2) **NOTIFICATION REQUIRED TO:** Check those which apply.

A. ☒ Offset operators or lease holders

B. ☐ Royalty, overriding royalty owners, revenue owners

C. ☐ Application requires published notice

D. ☐ Notification and/or concurrent approval by SLO

E. ☒ Notification and/or concurrent approval by BLM

F. ☐ Surface owner

G. ☒ For all of the above, proof of notification or publication is attached, and/or,

H. ☐ No notice required

#### FOR OCD ONLY

☐ Notice Complete

☐ Application  
Content  
Complete

3) **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.**

February 27, 2023

Date

Ocean Munds-Dry

Print or Type Name

505-780-8000

Phone Number

Ocean Munds-Dry

Signature

Digitally signed by Ocean Munds-Dry  
DN: cn=Ocean Munds-Dry, o=ConocoPhillips Company, ou=Operations, email=Ocean.Munds-Dry@conocophillips.com  
Date: 2023.02.27 16:24:41 -0700

ocean.munds-dry@conocophillips.com

e-mail Address

**District I**  
1625 N. French Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720

**District II**  
811 S. First St., Artesia, NM 88210  
Phone: (575) 748-1283 Fax: (575) 748-9720

**District III**  
1000 Rio Brazos Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170

**District IV**  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

☐ AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

<b>1 API Number</b> 30-015-49931		<b>2 Pool Code</b> 98081	<b>3 Pool Name</b> Zia Hills; Wolfcamp
<b>4 Property Code</b>	<b>5 Property Name</b> ZIA HILLS UNIT 2731 WC		<b>6 Well Number</b> 13H
<b>7 OGRID No.</b> 217817	<b>8 Operator Name</b> CONOCOPHILLIPS COMPANY		<b>9 Elevation</b> 3145.81'

**10 Surface Location**

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	27	26-S	31-E		672'	NORTH	525'	EAST	EDDY

**11 Bottom Hole Location If Different From Surface**

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
LOT 1	34	26-S	31-E		50'	SOUTH	280'	EAST	EDDY

12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 Order No.
450.45		Unit	R-20080

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<p><b>16</b></p> <p><b>CORNER DATA</b> NEW MEXICO EAST - NAD 83 A - FOUND 2" IRON PIPE W/ CAP N:371758.51' E:714510.80' B - FOUND 1" IRON PIPE N:371775.82' E:717172.66' C - FOUND 2" IRON PIPE N:371792.19' E:719836.44' D - FOUND 1" IRON PIPE N:369126.08' E:719850.64' E - FOUND 2" IRON PIPE W/ CAP N:366459.43' E:719865.18' F - FOUND 2" IRON PIPE W/ CAP N:364285.74' E:719876.69' G - FOUND 1" IRON PIPE W/ CAP N:364270.43' E:717214.17' H - FOUND 2" IRON PIPE W/ CAP N:364255.13' E:714552.68' I - FOUND 2" IRON PIPE W/ CAP N:366427.19' E:714540.78' J - FOUND 1" IRON PIPE N:369092.82' E:714524.92' K - FOUND 1" IRON PIPE N:366443.66' E:717202.29'</p> <p><b>L</b> - FOUND 1" IRON PIPE N:371815.59' E:722503.43' <b>M</b> - FOUND 1" IRON PIPE N:366481.62' E:722528.91' <b>N</b> - FOUND 1" IRON PIPE N:364301.07' E:722542.40'</p> <p><b>SURFACE HOLE LOCATION (SHL)</b> NEW MEXICO EAST - NAD 83 X=719314.86 LAT.= 32.01898165° N Y=371117.36 LONG.= 103.75907663° W 672' FNL, 525' FEL - SECTION 27</p> <p><b>FIRST TAKE POINT (FTP)</b> NEW MEXICO EAST - NAD 83 X=719556.97 LAT.= 32.02055352° N Y=371690.47 LONG.= 103.75828561° W 100' FNL, 280' FEL - SECTION 27</p> <p><b>LAST TAKE POINT (LTP)</b> NEW MEXICO EAST - NAD 83 X=719596.16 LAT.= 32.00046935° N Y=364384.32 LONG.= 103.75828459° W 100' FSL, 280' FEL - SECTION 34</p> <p><b>BOTTOM HOLE LOCATION (BHL)</b> NEW MEXICO EAST - NAD 83 X=719596.43 LAT.= 32.00033191° N Y=364334.32 LONG.= 103.75828459° W 50' FSL, 280' FEL - SECTION 34</p>	<p><b>17 OPERATOR CERTIFICATION</b> I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Stan Wagner</i> 2/14/2023 Signature Date</p> <p>Stan Wagner Printed Name</p> <p>E-mail Address</p> <p><b>18 SURVEYOR CERTIFICATION</b> 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 belief.</p> <p><i>Charles L. Jurica</i> 02/10/2023 Date of Survey</p> <p><i>Charles L. Jurica</i> 25490 Signature and Seal of Professional Surveyor</p> <p>25490 Certificate Number</p>
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**EXHIBIT A**

## EXHIBIT C

Bureau of Land Management  
301 Dinosaur Trail  
Santa Fe, New Mexico 87508

Bureau of Land Management  
620 E. Green Street  
Carlsbad, NM 88220

Ridge Runner Resources Agent, Inc.  
4000 N Big Spring Street, Suite 210  
Midland, TX 79705

Matador Production Company  
One Lincoln Centre  
5400 LBJ Freeway, Suite 1500  
Dallas, TX 75240

## EXHIBIT D

Application of ConocoPhillips Company for Administrative Approval of a 450.45-acre Non-Standard Horizontal Spacing Unit in the Zia Hills, Wolfcamp Pool (98081) Comprised of W2W2 Section 26, E2E2 of Section 27, NENE & Lot 1 Section 34, and NWNW & Lot 4 Section 35, Township 26 South, Range 31 East, NMPPM, Eddy County, New Mexico.

Affected Parties:	Address:	USPS Tracking Number:	Date Served
Ridge Runner Resources Agent, Inc.	4000 N Big Spring Street, Suite 210 Midland, Texas 79705	<u>7020 0090 0000 0867 0508</u>	<u>02/27/2023</u>
Matador Production Company	One Lincoln Centre 5400 LBJ Freeway, Suite 1500 Dallas, TX 75240	<u>7020 0090 0000 0867 0515</u>	<u>02/27/2023</u>
Bureau of Land Management	301 Dinosaur Trail Santa Fe, New Mexico 87508	<u>7020 0090 0000 0867 0522</u>	<u>02/27/2023</u>
Bureau of Land Management	620 E. Green Street Carlsbad, New Mexico 88220	<u>7020 0090 0000 0867 0539</u>	<u>02/27/2023</u>





Ocean Munds-Dry  
Managing Counsel, Lower 48 Regulatory  
1048 Paseo de Peralta  
Santa Fe, New Mexico 87505  
(505) 780-8000  
ocean.munds-dry@conocophillips.com

February 27, 2023

**VIA CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

**TO: AFFECTED PARTIES**

**Re: Application of ConocoPhillips Company for Administrative Approval of a 450.45-acre Non-Standard Horizontal Spacing Unit in the Zia Hills, Wolfcamp Pool (98081) Comprised of W2W2 Section 26, E2E2 of Section 27, NENE & Lot 1 Section 34, and NWNW & Lot 4 Section 35, Township 26 South, Range 31 East, NMPM, Eddy County, New Mexico.**

To Whom It May Concern:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection in the application must be filed in writing within twenty days from this date with the applicant and the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact Jeff Stout with ConocoPhillips Company at 432-818-1372 or jeff.s.stout@conocophillips.com.

Sincerely,

*/s/ Ocean Munds-Dry*

Ocean Munds Dry  
Managing Counsel, Lower 48 Regulatory



Ocean Munds-Dry  
Managing Counsel, Lower 48 Regulatory  
1048 Paseo de Peralta  
Santa Fe, New Mexico 87505  
(505) 780-8000  
ocean.munds-dry@conocophillips.com

February 27, 2023

**VIA ONLINE FILING**

Dylan Fuge, Interim Director  
Oil Conservation Division  
New Mexico Department of Energy, Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

**Re: Application of ConocoPhillips Company for administrative approval of a 450.45-acre non-standard horizontal spacing unit in the Zia Hills, Wolfcamp Pool (98081) comprised of W2W2 Section 26, E2E2 Section 27, NENE, Lot 1 Section 34, NWNW, Lot 4 Section 35, Township 26 South, Range 31 East, NMPM, Eddy County, New Mexico.**

Dear Mr. Fuge:

Pursuant to 19.15.16.15(B)(5) NMAC, ConocoPhillips Company ("COPC") (OGRID 217817) seeks administrative approval of a 450.45-acre non-standard horizontal spacing unit comprised of W2W2 Section 26, E2E2 Section 27, NENE, Lot 1 Section 34, and NWNW, Lot 4, Section 35, Township 26 South, Range 31 East, NMPM, Eddy County, New Mexico. The proposed non-standard spacing unit will be dedicated to the **Zia Hills Unit 2731 WC 13H**, that will develop the Wolfcamp formation (Zia Hills Wolfcamp Pool 98081).

Division Rules authorize administrative approval of non-standard spacing units to prevent waste and protect correlative rights in conformance with 19.15.15.11(B) NMAC. COPC seeks approval of this non-standard spacing unit to allow for one surface production facility, reduce surface disturbance and eliminate the need for commingling (i.e. one communitized area). Approval also will allow for a well density design that leads to the most effective and efficient development of this area.

**Exhibit A** is a copy of the Well Location and Acreage Dedication Plat (C-102) for each of the wells drilled within the proposed non-standard spacing unit.

**Exhibit B** is a map showing the wells and the proposed non-standard spacing unit in Sections 26, 27, 34, and 35. The map also shows the tracts affected by this request.

**Exhibit C** is a list of the affected parties that were provided a copy of this application with all attachments, by certified mail, and advising them that if they have an objection it must be filed in writing with the Division within 20 days from the date the Division receives the application. The Bureau of Land Management was also provided a copy of the application. Proof of mailing and a copy of the notice letter is attached as **Exhibit D**.

Your attention to this matter is appreciated.

Sincerely,

*/s/ Ocean Munds-Dry*

Ocean Munds Dry  
Managing Counsel, Lower 48 Regulatory

T26S-R31E

22						23
27						26
34						35

TEXAS

No Wolfcamp production. Leasee of NMLC-068282B: ConocoPhillips Company
No Wolfcamp production. Leasee of NMLC-068282A: ConocoPhillips Company
Boros Federal #218H - Wolfcamp production. Leasee of NMM-138865: Matador Production Company
ZHU 2331 WC #2H - Wolfcamp production Leasee of NMLC-064756: ConocoPhillips Company
No Wolfcamp production. Leasee of NMLC-070869: ConocoPhillips Company
No Wolfcamp production. IBLA Case - IBLA-2018-0199: Ridge Runner Resources Agent, Inc.

EXHIBIT B



**District I**  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(575) 393-6161 Fax:(575) 393-0720  
**District II**  
811 S. First St., Artesia, NM 88210  
Phone:(575) 748-1283 Fax:(575) 748-9720  
**District III**  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
**District IV**  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

CONDITIONS

Action 191175

CONDITIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 191175
	Action Type: [UF-NSP] Non-Standard Proration (NSP)

CONDITIONS

Created By	Condition	Condition Date
llowe	An NSP is not required for this well's HSU. The Well can operate as the Defining Well towards the eastern boundary, to create the larger HSU.	3/1/2023