NSL - 8562 ID NO. 205481

| RECEIVED: | REVIEWER: | TYPE: | APP NO: | pLEL2310055300 |
|-----------|-----------|-------|---------|----------------|
| | | | | |

NEW MEXICO OIL CONSERVATION DIVISION



| - Geological & Enginee 1220 South St. Francis Drive, S | |
|--|--|
| | ORDERATION OF |
| ADMINISTRATIVE APPLIC | |
| THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE A REGULATIONS WHICH REQUIRE PROCESSING | |
| Applicant: ConocoPhillips Company | OGRID Number: 217817 |
| Well Name: Zia Hills Unit 2731 13H | API: 30-015-49931 |
| Pool: Zia Hills; Wolfcamp | Pool Code: 98081 |
| SUBMIT ACCURATE AND COMPLETE INFORMATION RI INDICATED | |
| 1) TYPE OF APPLICATION: Check those which apply for | or[A] |
| A. Location – Spacing Unit – Simultaneous Dedic | |
| B. Check one only for [1] or [1] [1] Commingling – Storage – Measurement DHC CTB PLC PC [11] Injection – Disposal – Pressure Increase – WFX PMX SWD IPI 2) NOTIFICATION REQUIRED TO: Check those which a A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue C. Application requires published notice D. Notification and/or concurrent approval & E. Notification and/or concurrent approval & F. Surface owner G. For all of the above, proof of notification of H. No notice required 3) CERTIFICATION: I hereby certify that the information administrative approval is accurate and complete understand that no action will be taken on this approving are submitted to the Division. | FOR OCD ONLY pply. Re owners Dy SLO Dy BLM Propublication is attached, and/or, In submitted with this application for the best of my knowledge. I also |
| Note: Statement must be completed by an individua | al with managerial and/or supervisory capacity. |
| | 04/10/2023 |
| Stan Wagner | Date |
| Print or Type Name | (432) 253-9685 |
| | Phone Number |
| At 1) | |
| Stan Wagn | stan.s.wagner@conocophillips.com |
| Signature / | e-mail Address |

Stan Wagner Regulatory Advisor 600 West Illinois Avenue Midland, TX 79701 phone 432.253.9685 stan.s.wagner@conocophillips.com



April 10, 2023

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

Re: Application for Administrative Approval of Non-Standard Location

Zia Hills Unit 2731 WC 13H

Dear Mr. Lowe:

ConocoPhillips Company requests administrative approval of a non-standard location for the Zia Hills Unit 2731 WC 13H, API number 30-015-49931. The 13H well is proposed to be completed in the Zia Hills; Wolfcamp pool, Pool Code 98081. This pool has rules specifying the completed interval must be located 330 feet from the exterior boundary of the applicable spacing unit.

Approval of the non-standard completed interval will allow for efficient spacing of horizontal wells and thereby prevent waste.

The proposed completed interval is projected as follows:

Surface Location – 672' FNL & 525' FEL UL A Sec. 27-26S-31E Eddy County, NM

First Take Point - 100' FNL & 280' FEL UL A Sec. 27-26S-31E

Last Take Point - 100' FSL & 280' FEL Lot 1 Sec. 34-26S-31E

Bottom Hole - 50' FSL & 280' FEL Lot 1 Sec. 34-26S-31E

Proposed Pool- Zia Hills; Wolfcamp (Pool Code 98081)

The well path is projected to be less than 330' from the outer boundary of the S/2 of Section 27.

This will be a horizontal oil completion.

The Horizontal Spacing Unit will be 450.45 acres, E/2E/2 of Sec 27, E/2E/2 of Sec 34, W/2W/2 of Sec. 26, W/2W/2 of Sec 35-26S-31E as shown on the enclosed C-102. This is the HSU defining well for this spacing unit.

Notification List Enclosed

If additional information is needed, please contact me at 432-253-9685 or email at swagner@concho.com.

Sincerely,

Stan Wagner Regulatory Advisor

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 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

Section

27

Township

26-S

UL or lot no.

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

County

EDDY

East/West line

Feet from the

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1 API Number | 2 Pool Code | 3 Pool Name | |
|-----------------|-----------------------|---------------------|-------------|
| 30-015-49931 | 98081 | Zia Hills; Wolfcamp | |
| 4 Property Code | 5 Property | Name 6 | Well Number |
| | ZIA HILLS U | NIT 2731 WC | 13H |
| 7 OGRID No. | 8 Operator | | 9 Elevation |
| 217817 | CONOCOPHILLII | | 3145.81' |
| | ¹⁰ Surface | Location | |

Feet from the

Lot Idn

Range

North/South line NORTH 525' EAST 672 31-E

"Bottom Hole Location If Different From Surface Feet from the North/South line Feet from the East/West line County UL or lot no. Section Township Range EDDY SOUTH 280 EAST 50' LOT 1 31-E 13 Joint or Infill 14 Consolidation Code 15 Order No. 12 Dedicated Acres R-20080 450 45 Unit

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.

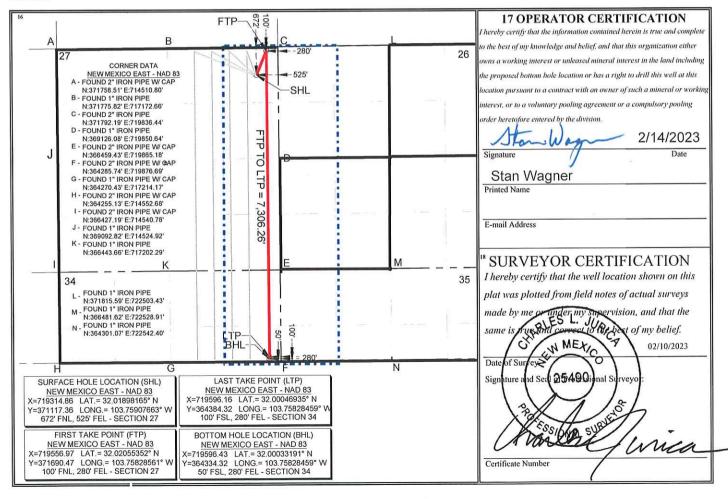


EXHIBIT B

No Wolfcamp production.

Leasee of NMLC-068282B: ConocoPhillips Company

No Wolfcamp production.

Leasee of NMLC-068282A: ConocoPhillips Company

Leasee of NMNM-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.

Resee of NMLC-070869: ConocoPhillips Company

No Wolfcamp production.

IBLA Case - IBLA-2018-0199: Ridge Runner Resources Agent, Inc.

Federal

Federal

27

TEXAS

35

Federal

Federal

34

Federal

Spacing Unit

Zia Hills Unit 2731 WC #13H

Federal

22

23

T26S-R31E

EXHIBIT C

Bureau of Land Management 301 Dinosaur Trail Santa Fe, New Mexico 87508 USPS 9171999991703532784645

Bureau of Land Management 620 E. Green Street Carlsbad, NM 88220 USPS 9171999991703532784638

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

USPS 9171999991703532784614

Matador Production Company One Lincoln Centre 5400 LBJ Freeway, Suite 1500 Dallas, TX 75240 USPS 9171999991703532784621

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

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 205481

CONDITIONS

| Operator: | OGRID: |
|------------------------|--------------------------------------|
| CONOCOPHILLIPS COMPANY | 217817 |
| 600 W. Illinois Avenue | Action Number: |
| Midland, TX 79701 | 205481 |
| | Action Type: |
| | [UF-NSL] Non-Standard Location (NSL) |

CONDITIONS

| Create By | | Condition Date |
|--------------|-----------|-------------------|
| llowe | None None | 4/10/2023 |