State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



February 19, 2015

ConocoPhillips Company Attn: Ms. Patsy Clugston

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-7234 Administrative Application Reference No. pMAM1502342683

ConocoPhillips Company OGRID 217817 Jackson Com. Well No. 1N API No. 30-045-35415

Proposed Location:

	Footages	Unit/lot	Sec.	Twsp	Range	County_
Surface	1738` FSL & 15` FWL	4	9	28N	9W	San Juan
Top perforation	1861` FSL & 1002` FWI	L 4	9	28N	9W	San Juan
Top perforation	(272` FNL & 1002` FWI	L) 4	9	28N	9W	San Juan
Bottom Hole	1539` FSL & 1020` FWI	4	9	28N	9W	San Juan

Proposed Unit:

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Description	Acres	Pool	Pool Code			
Entire Section 9	272.08	Blanco-Mesaverde (Prorated Gas)	72319			
Lot 2, Lot 3,	340.52	Basin Dakota (Prorated Gas)	71599			
Lot 4 of Section 9,						
Lot 1, Lot 2, and						
S/2 SE/4 of Section 8,						
S/2 SW/4, and SW/4 SE/4 of Section 9						

Reference is made to your application received on January 23, 2015.

You have requested to drill this well at an unorthodox gas well location described above in the referenced pool or formation. This location is governed by special pool rules for the Basin Dakota Gas Pool and the Blanco-Mesaverde Gas Pool which provides for 320-acre units with wells located at least 660 feet from a unit or lot outer boundary. This location is less than 660 feet from a unit outer boundary.

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

It is our understanding that you are seeking this location to due to extremely rough surface terrain.

It is also understood that you have given due notice of this application to all operators or owners who are "affected persons," as defined in Rule 19.15.4.12 A (2) NMAC, in all adjoining units towards which the proposed location encroaches.

Pursuant to the authority conferred by Division Rule 19.15.15.13 (B) NMAC, 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 19.15.5.9 NMAC.

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

Done at Santa Fe, New Mexico, on February 19, 2015.

DAVID R. CATANACH

Director

DRC/mam

cc: New Mexico Oil Conservation Division – Aztec Bureau of Land Management – Farmington