

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



January 30, 2013

BP America Production Company
Attn: Mr. Ranad Abdallah

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6742
Administrative Application Reference No. pDKB1302931658

BP America Production Company
OGRID 778
Gallegos Canyon Unit Com. Well No. 94E
API No. 30-045-24179

Proposed Location:

<u>Footages</u>	<u>Unit</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
900 FNL & 790 FEL	A	23	29N	13W	San Juan

Proposed Unit:

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 NE/4 of Section 23	80	Totah; Gallup	59750

Reference is made to your application received on January 29, 2013.

You have requested to re-complete this well at an unorthodox oil well location described above, in the referenced pool or formation. This location is governed by the Special Rules and Regulations for the Totah Gallup Pool, which provides for 80-acre units, with wells located within 150 feet from the center of a quarter-quarter section. This location is more less than 150 feet from the center of the NE/4 NE/4 of Section 23.

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 in order to utilize an existing wellbore.

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

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,

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is written in a cursive style with a large initial "J" and "B".

Jami Bailey
Director

JB/db

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