ABOVE THIS LINE FOR DIVISION USE ONLY

### NEW MEXICO OIL CONSERVATION DIVISION

- 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 **Application Acronyms:** [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [EQR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] [1] TYPE OF APPLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication [A]NSL □ NSP □ SD Check One Only for [B] or [C] Commingling - Storage - Measurement ☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM [C]Injection - Disposal - Pressure Increase - Enhanced Oil Recovery ☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR [D]Other: Specify \_ [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners [A][B] M Offset Operators, Leaseholders or Surface Owner Application is One Which Requires Published Legal Notice [C][D]Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office For all of the above, Proof of Notification or Publication is Attached, and/or, [E][F] Waivers are Attached SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] • OF APPLICATION INDICATED ABOVE. CERTIFICATION: I hereby certify that the information submitted with this application for administrative [4] 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. Jashers Reculatory Analyst 2/22/05

Title Marberry & Conocophillips. COM



February 18, 2005

Mr. Michael Stogner New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re:

Application for Non-Standard Location

Basin Fruitland Coal San Juan 32 Fed 15 # 1A Unit Letter I, Section 15 T32N-R9W

2434' FSL and 120' FEL San Juan County, New Mexico

Mr. Stogner:

ConocoPhillips plans to drill the San Juan 32 Fed 15 # 1A located 2434' FSL and 120' FEL, Section 15, T32N, R9W, San Juan County, New Mexico in 2005. The well will be drilled to access Fruitland Coal reserves from the SE/4 of Section 15. The current reservoir pressure in the area is 900-1000 psi. The infill well is required to ensure timely and complete drainage of remaining Fruitland Coal reserves. Currently, the offset drillblock is owned 82% by ConocoPhillips and 18 % by Williams, but once the well is declared commercial the acreage will become part of the Burlington Resources operated 32-9 Unit. ConocoPhillips also plans on drilling the SW/4 Section 14 T32N-R9W in 2005. Attached is a waiver from Burlington for our non-standard location.

Due to the topography (Box Canyon) and Archeological sites located in the SE/4 of Section 15 the well surface location at 2434' FSL and 120' FEL is required. Please see the attached letter from Steven L. Fuller, La Plata Archaeological Consultants, stating: "The well took considerable effort to stake due to the numerous archeological sites within the SE/4 of Section 15. We tried to skip west past archeological sites, but the topography drops off steeply throughout the W/2 of the SE/2." Also attached is a topo plat showing the well location and our C-102.

There are currently no other wells present in the SE/4 Section 15 therefore there is no opportunity to drill from an existing well pad or expand an existing well pad. A horizontal well is not recommended due to the presence of multiple coal seams. Differential pressure between the multiple coal seams, completion problems, operational problems, and anticipated high water production (over 60 bbls/day) preclude the drilling of a deviated well.

ConocoPhillips respectfully requests that a non-standard location for the Fruitland Coal well be issued for the reasons cited above. If there are any questions concerning this application, please feel free to call at (832)-486-2326.

Marbelly

Singerely,

Deboráh Marberry Regulatory Analyst

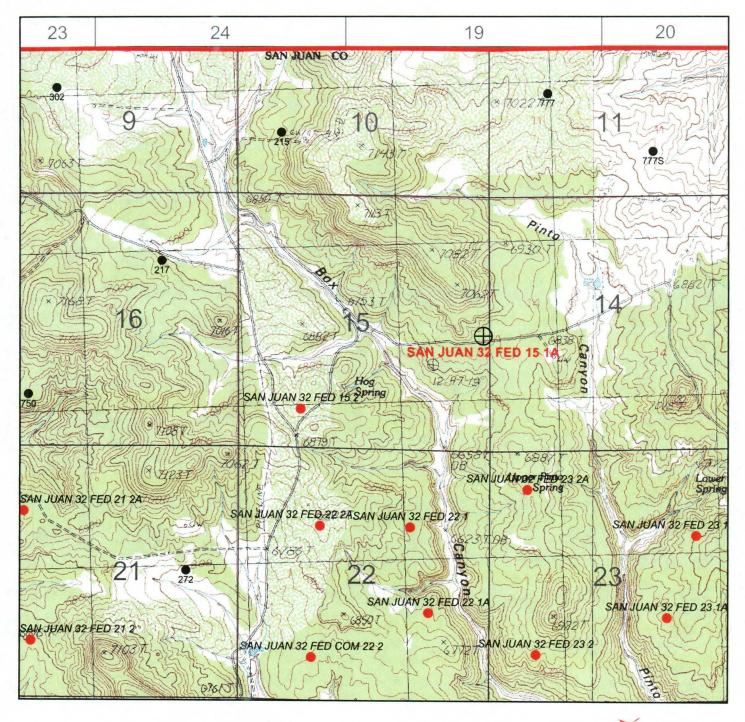
ConocoPhillips Attachments ConocoPhillips Company

Deborah Marberry Regulatory Analyst Mid-America Business Unit Lower 48

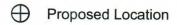
WL3 - 6108 P.O. Box 2197 Houston, TX 77252

Phone: 832-486-2326 Fax: (832) 486-2764

## Non Standard Plat for "San Juan 32 Fed 15 1A"



### ConocoPhillips



- COP Operated FC Wells
- Non Operated FC Wells



2,000	1,000	0	2,000 Feet
	1900	SHE LEWIS	

San Juan Basin, N. M.

San Juan 32 Fed 15 1A

T32N R9W Section 15 2434' FSL & 120' FEL

Author: Angela Whitfield	Date: 2-4-05			
Compiled by:	Scale: 1"=2000'			
MD File:				

# ConocoPhillips

February 18, 2005

Burlington Resources Oil & Gas Attn: Ben P.O. Box 4289 Farmington, NM 87401

Re:

Application for Non-Standard Location (waiver)

Basin Fruitland Coal San Juan 32 Fed 15 # 1A Unit Letter I, Section 15 T32N-R9W 2434' FSL and 120' FEL

San Juan County, New Mexico

Ben:

ConocoPhillips Company is making application to the New Mexico Oil Conservation Division for approval of a non-standard location for the above referenced well in the Basin Fruitland Coal Pool. We are respectfully requesting a waiver of objection to the proposed location from you. A copy of ConocoPhillips application is attached for your information.

If you agree to this waiver, please indicate below and return a copy to me via fax at (832) 486-2764. If you have any questions you can reach me at (832) 486-2326 or at deborah.marberry@conocophillips.com.

Sinderely yours,

Regulatory Analyst

ConocoPhillips Company

Burlington Resources has received ConocoPhillips Company application for a non-standard location for the San Juan 32 Fed 15 # 1A and hereby waives objection to the proposed location.

Burlington Resources Oil & Gas

BA : \_\_

Title!

itle: Dr. hand

Date:\_\_

2-18-05

ConocoPhilips Company
Deborah Marberry
Regulatory Analyst
Mid-America Business Unit
Lower 48
WL3 - 6108
P.O. Box 2197
Houston, TX 77252

Phone: 832-486-2326 Fax: |832) 486-2764



January 10, 2005

Ms. Vicki Westby ConocoPhillips Company 4001 Pembroke, Suite 313 Odessa, TX 79762

RE: Proposed SJ 32-Fed 15 #1A well pad

Dear Vicki:

The SJ 32 Fed 15 #1A well pad took considerable effort to stake due to numerous archaeological sites being within the SE 1/4 of the section. As you know, the well is staked 120 FEL and this was because there is a site several hundred feet to the west, another site several hundred feet to the southwest, and a previously recorded site directly south of the staked location. We tried to skip west past these sites, but the topography drops off steeply throughout the W ½ of the SE 1/4. We also tried an area very close to the SE corner of the section (probably also nonstandard), but there was another site there.

In my opinion, the current well location is staked about as far west as possible, given the presence of the various sites and the situation with topography further to the west.

Let me know if you have any further questions concerning this matter.

Sincerely,

Steven L. Fuller

### 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 June 10, 2003

District II Submit to Appropriate District Office 1301 W. Grand Avenue, Artesia, NM 88210

State Lease - 4 Copies

Fee Lease - 3 Copies

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

1625 N. French Dr., Hobbs, NM 88240

1000 Rio Brazos Rd., Aztec, NM 87410

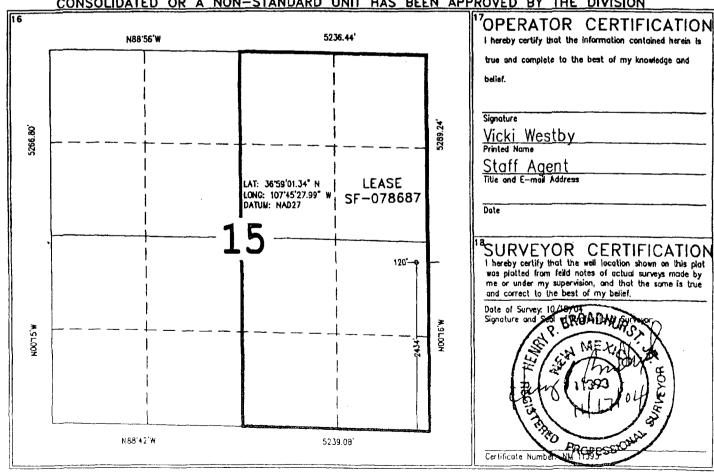
District\_1

District IN

☐ AMMENDED REPORT

LOCATION AND ACREAGE DEDICATION PLAT 71629 API Number BASIN FRUITLAND COAL (GAS) SAN JUAN 32 FED Well Number Property Code 15 #1A Operator Name <sup>e</sup> Elevation OGRID No. CONOCOPHILLIPS COMPANY 6850 217817 <sup>10</sup>Surface Location Lot Idn Feet from the North/South line Feet from the Section Township Range East/West line County UL or lot no. 2434 SOUTH 32N 09W 120 EAST SAN JUAN 15 Hole Location If Different From Bottom Surface Lot Idn Feet from the North/South line Feet from the East/West line Section Township Range County UL or lot no. Dedicated Acres 3 Joint or Infili Consolidation Code Corder No. 317.55

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



					317.55	•			
	39.71	Federal owned	39.71	Federal owned	39.72	Federal owned	39.72	Federal owned	
E LAND BY SECTION Section Type : NORMAL	39.67	Federal owned	39.67	Federal owned	39.67	Federal owned	39.68	Federal owned	
INQUIR Rng : 09W	39.63	Federal owned	6 39.63	Federal owned	11 39.63	Federal owned	14 39.64	Federal owned	¥
OGSSECT Sec : 15 Twp : 32N	39.59	Federal owned	39.59	Federal owned	12 39.59	Federal owned	13 39.60	Federal owned	