ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE ADDITIONATION CHECKI

	AP	MINIOINAI	VE APPLICA	HON CH	ECKLIS I	
THIS CHECKLIS	ST IS MANDA		TRATIVE APPLICATIONS FOR PROCESSING AT THE DIVISION			REGULATIONS
Application Acre	onyms:					
i) JHOJ	-Downhole PC-Pool Co [WF)	e Commingling] [ommingling] [OLS K-Waterflood Expan [SWD-Salt Water D	isposal] [IPI-injecti	ing] [PLC-P [OLM-Off-L re Maintenand on Pressure Ir	ool/Lease Comming .ease Measurement :e Expansion] 1crease]	iling]]
[EOF	R-Qualified	Enhanced Oil Reco	overy Certification]	[PPR-Positive	Production Respon	nse]
	[A] <u>Lo</u>		Those Which Apply for it - Simultaneous Dedi		Pool	30-025-40597
		Only for [B] or [C] mmingling - Storage DHC CTB	e - Measurement PLC PC	OLS	P001 - MALJ Y = 50 □ OLM 44	AMAR onest
[[C] Inje		ressure Increase - Enh			
[.	D] Oth	ner: Specify				
	CATION :	REQUIRED TO: - Working, Royalty	Check Those Which A or Overriding Royalty	Apply, or Do Interest Owne	es Not Apply ers	
[]	B] 🗓	Offset Operators, 1	Leaseholders or Surfac	e Owner		
[4	C] [Application is One	Which Requires Publ	ished Legal N	otice	
[7	D] 🔀	Notification and/or U.S. Bureau of Land Manage	r Concurrent Approval ement - Commissioner of Public La	by BLM or SI	LO	
[J	E]	For all of the above	e, Proof of Notification	n or Publication	n is Attached, and/or	
[1	F] [Waivers are Attach	ned			
		ATE AND COMPI N INDICATED AI	LETE INFORMATIO BOVE.	ON REQUIRE	ED TO PROCESS	ГНЕ ТҮРЕ
approval is accura	ate and cor	mplete to the best of	at the information sub f my knowledge. I also stifications are submitt	o understand th	nat no action will be	ninistrative taken on this
	Note: State	ment must be complete	d by an individual with ma	nagerial and/or s	supervisory capacity.	
Susan B. Maund Print or Type Name		Signature	Maureles	Sr. Regula	atory Specialist	6 24 14 Date

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 993-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesis, 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

	WEBE BOCKTION IN NOTICE AND DESCRIPTION OF THE PROPERTY OF THE							
1	¹ API Number	² Pool Code	³ Pool Name					
	30-025-40597	44500	Maljamar, Yeso West					
Ī	4 Property Code	5 Pr	operty Name	6 Well Number				
	, ,	SC	SCFEDERAL					
ı	7 OGRID No.	3 O)	³ Operator Name					
	217817	ConocoPhillips Company 3991						

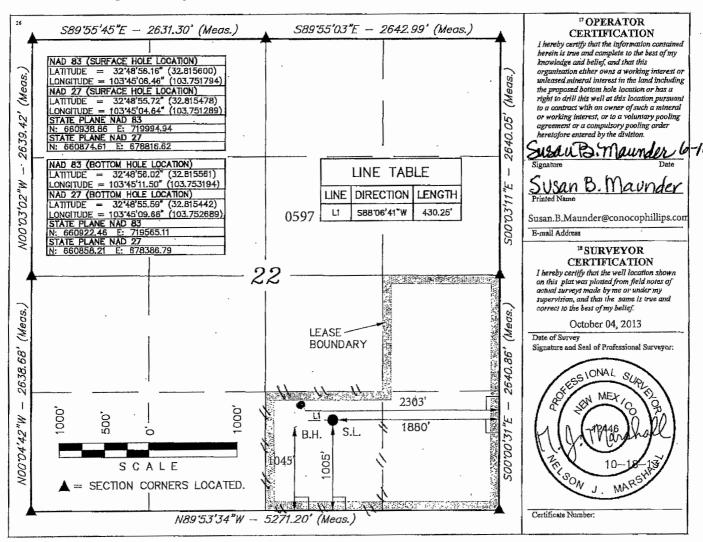
¹⁰ Surface Location

UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the O 22 17 S 32 E 1005 SOUTH 1880	East/West line County EAST 'LEA
--	---------------------------------

"Bottom Hole Location If Different From Surface

UL or lot no. O	Section 22	п	Township 17 S	Range 32 E	Lot Idn	Fee: 104	from the	North/South line SOUTH	Feet from the 2303	East/West line EAST	County LEA
12 Dedicated Acre 40	es	13 J O	int or Infill	-	lidation Code		15 Order No.				-

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.



Brother coop



Susan B. Maunder Sr. Regulatory Specialist Phone: (281) 206-5281 23H XX -1 P 3: 15

ConocoPhillips Company 600 N. Dairy Ashford Road, Off P10-3096 Houston, TX 77079-1175

June 24, 2014

State of New Mexico
Oil Conservation Division
Attn: Mr. Phillip Goetze
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

SUBJECT: REQUEST FOR APPROVAL OF NON-STANDARD LOCATION FOR SC FEDERAL #10

Dear Mr. Goetze,

ConocoPhillips Company respectfully requests a non-standard location exception to produce the SC Federal #10 well. The lease is recorded as NM LC 058395. The well is located in UL O, 1005' from the south line and 1880' from the west line of Section 22, Township 17S, Range 32E, Lea County, New Mexico. This surface location is slightly different from that which was originally permitted. The change was approved via Sundry Notice on March 17, 2014. The existing bottom hole location is in UL O, 1045' from the south line and 2303' from the west line of Section 22, Township 17S, Range 32E, The footages place the well closer than 330' from a Qtr/Qtr Section line and north lease boundary. The table below details the operators of adjacent spacing units.

Spacing Unit	Adjacent Units	# of Wells	Operator(s)
UL O, Sec. 22, T17S, and R32E	UL I, J, K, and N, Sec. 22, T17S, and R32E	13	ConocoPhillips Company
same	UL A, B, and C, Sec. 27,	7	ConocoPhillips Company
same	UL J, K, and N, Sec. 22, T17S, and R32E	13	COG Operating LLC

Enclosed are the following documents in support of this request.

- Administrative Application Checklist
- Copy of the New Mexico Form C-102

A copy of this submittal has been sent to Bureau of Land Management, Carlsbad Field Office and COG Operating LLC via certified return receipt. A full copy of the package sent to COG Operating LLC is enclosed.

If you have questions regarding this request, I can be reached at 281-206-5281 or via email at Susan.B.Maunder@conocophillips.com.

Sincerely,

Susan B. Maunder Senior Regulatory Specialist ConocoPhillips Company

Susan B. Mounder

w/Enclosures



Matthew S. Wasson Staff Geologist

Phone: (281) 206-5252

ConocoPhillips Company 600 N. Dairy Ashford Rd., Office P10-4-4012 Houston, TX 77079-1175

July 9, 2014

State of New Mexico
Oil Conservation Division
Attn: Mr. McMillan
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

SUBJECT: ADDITIONAL INFORMATION NECESSARY TO APPROVE UNORTHODOX LOCATION FOR SC FEDERAL #10

Dear Sir,

ConocoPhillips Company has respectfully requested a non-standard location exception for the SC Federal #10 well. The lease is recorded as NM LC 058395. The well is located on the SC Federal Lease, UL O, 1005' from the south line and 1880' from the east line of Section 22, Township 17S, Range 32E, Lea County, New Mexico. The bottom hole is located in UL O, 1045' from the south line and 2303' from the east line.

This letter serves to provide additional information the Engineering Bureau requires to approve our exception request. Our perforation interval is 5595'-6797' MD. This interval is entirely within UL O. The producing interval top is 1035' FSL and 2183' FEL of Section 22, Township 17S, and Range 32E.

The granting of this exception will prevent waste and minimize surface disturbance.

This location was found to be the only one suitable for this well, that would allow us to reach our targeted production zone, while still protecting sand dune habitat deemed critical by the Bureau of Land Management biologist.

If you have questions regarding this request, I can be reached at the telephone number above or via email at Matt.S.Wasson@conocophillips.com.

Sincerely,

Matthew S. Wasson Staff Geologist

ConocoPhillips Company



June 23, 2014

28 22 2 2 11

HAND-DELIVERY

Ms. Jami Bailey, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: Case Nos. 15119 and 15155 - ConocoPhillips Company's Applications for a Non-Standard Location for the Emerald Federal Well No. 9 and the Emerald Federal Well No. 1; and the SC Federal Well No. 10, Lea County, New Mexico.

Dear Ms. Bailey:

In Case No. 15119, ConocoPhillips Company ("COP") requested a non-standard location for its Emerald Federal Well No. 9, located in Section 17, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico. This case was put on the New Mexico Oil Conservation Division's hearing docket after COG Operating LLC ("Concho") objected to the administrative application. Concho hereby withdraws its objection to this application.

In Case No. 15155, COP requested a non-standard location for its Emerald Federal Well No. 1, located in Section 17, Township 17 South, Range 32 East, NMPM, Lea County. COP filed this application directly to the hearing docket based on Concho's earlier objection to the Emerald Federal Well No. 9. Concho does not have an objection to this application.

It is Concho's understanding that COP will file an administrative application for the SC Federal Well No. 10, located in Section 22, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico. Concho does not have an objection to this application.

Thank you for your time and attention to this matter.

Sincerely,

Ocean Munds-Dry

cc: James Bruce