State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John H. Bemis Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey Division Director Oil Conservation Division



April 2, 2012

Burlington Resources Oil & Gas Company LP Attn: Ms. Patsy L. Clugston

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6581 Administrative Application Reference No. pTWG12-07942992

Burlington Resources Oil & Gas Company LP OGRID 14538 Huerfano Unit Well No. 79N API No. 30-045-34950

Proposed Location:

Footages	Unit	Section	Township	Range	County
445 FSL & 355 FEL	P	26	27N	9W	Sam Juan

Proposed Unit:

Description	Acres	Pool	Pool Code
E/2 of Section 26	320	Basin Mancos Gas	97232

Reference is made to your application received on March 14, 2012.

You have requested to drill or re-complete this well at an unorthodox gas well location described above, in the referenced pool or formation. This location is governed by the Special Rules for the Basin-Mancos Gas Pool which provides for 320-acre units, with wells located at least 660 feet from a unit outer boundary. This location is less than 660 feet from unit boundaries.

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 for topographic reasons, and to comply with United States Bureau of Land Management surface siting requirements.

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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,

Jami Bailey Director

JB/db

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