

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



March 11, 2013

Enervest Operating, LLC
Attn: Mr. David Catanach

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6766-A
Administrative Application Reference No. pPRG1304636850

Enervest Operating, LLC
OGRID 143199
Jicarilla Apache 102 Well No. 8M
API No. 30-039-31175

This Order is issued *nunc pro tunc* to correct clerical errors in Administrative Order NSL-6766, which is superseded hereby.

Proposed Location:

<u>Footages</u>	<u>Unit</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
2425 FSL & 255 FWL	L	3	26N	4W	Rio Arriba

Proposed Units:

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 of Section 3	321.68	Blanco; Mesaverde Gas Pool	72319
S/2 of Section 3	320	Basin; Dakota Gas Pool	71599

Reference is made to your application received on February 15, 2013.

You have requested to re-complete this well at an unorthodox gas well location described above, in the referenced pools or formations. This location is governed by the Special Rules and Regulations for the Blanco Mesaverde Gas Pool and the Special Rules and Regulations for the Basin Dakota Gas Pool, both of which provide for 320-acre units, with wells located at least 660 feet from a unit outer boundary. This location is less than 660 feet from a unit boundary of each of the proposed units.

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.

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", with a stylized flourish at the end.

Jami Bailey
Director

JB/db

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