Z/10/2014 SUSPEN	ISE MAM 2/11/2014 WSL, PMAM1404235654 LOGGED IN TYPE APP NO.
	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 N	IANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE
plication Acronym	
-	ndard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
-	nhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] ool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
Fore	[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
	[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qua	lified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]
TYPE OF AF	PLICATION - Check Those Which Apply for [A]
[A]	PLICATION - Check Those Which Apply for [A] -Conoco Phillip Location - Spacing Unit - Simultaneous Dedication -217817
<i>,</i>	X NSL NSP SD Amethyst Federal #5
044	One Only for [B] or [C] Commingling - Storage - Measurement Comming C C PC OIS OIM 30-025-Pena
	One Only for [B] or [C] #5
[B]	Commingling - Storage - Measurement 30-025 - Pene
v 3	Poul
[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery - MALJaman
12.1	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery - MALJaman'y WFX PMX SWD IPI EOR PPR west
D	Other: Specify 44500
; ;	
NOTIFICAT	ION REQUIRED TO: - Check Those Which Apply, or 🕏 Does Not Apply
[A]	Working, Royalty or Overriding Royalty Interest Owners
1 د ت	Confect Operators I coscholders or Surface Owner
`[B]	Offset Operators, Leaseholders or Surface Owner
[C]	Application is One Which Requires Published Legal Notice
[D]	Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
[E]	For all of the above, Proof of Notification or Publication is Attached, and/or,
[F]	Waivers are Attached
	CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE TION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative 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.

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Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Note. Statemen	t must be completed by an moledular v	nui managenai anaror supervisorj	y oupdoiry.
Susan B. Maunder Print or Type Name	Sugar B. Maurder) Signature	Sr. Regulatory	Specialist 2/6/14 Date
	. ••	Susan.B.Maunder@	conocophillips.com

e-mail Address

RECEIVED OC ConocoPhillip

2014 FEB IN E

Susan B. Maunder Sr. Regulatory Specialist Phone: (281) 206-5281 ConocoPhillips Company 600 N. Dairy Ashford Rd., Office P10-4-4054 Houston, TX 77079-1175

February 6, 2014

State of New Mexico Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

#### SUBJECT: REQUEST FOR UNORTHODOX LOCATION FOR AMETHYST FEDERAL #5

Dear Sirs,

ConocoPhillips Company respectfully requests a non-standard location exception to drill the Amethyst Federal #5 well. The lease is recorded as NM LC 054687. The well is located in UL K, 2200' from the south line and 1390' from the west line of Section 15, Township 17S, Range 32E, Lea County, New Mexico. The bottom hole footages (1655' FSL and 1093' FWL) place the well closer than 330' from a Qtr/Qtr Section line. 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.

The spacing units adjacent to UL K:

UL E, F, J, L, M, N in Section 15 are ConocoPhillips' Amethyst lease (NM LC 054687)

Enclosed are the following documents in support of this request.

- Administrative Application Checklist
- Copy of the New Mexico Form C-102
- Website Image of Amethyst Lease

The attached list represents interested parties notified of this request via certified return receipt.

The granting of this exception will prevent waste and minimize surface disturbance. If you have questions regarding this request, I can be reached at 281-206-5281 or via email at <u>Susan.B.Maundet@conocophillips.com</u>.

Sincerely,

Maunder

Susan B. Maunder Senior Regulatory Specialist ConocoPhillips Company

Cc: w/Enclosures

## Interested Parties Notified via Certified Return Receipt

Iverson Family Inter-Vivos Trust Peter C & Billie H. Iverson Co-Trustees 206 Belle Meade Circle Eufaula, OK 74432-2071

Donald S. Iverson 5937 Alpine Road Portola Valley, CA 94028-8156

W.W.I. 1990 Trust Wendell W. Iverson Trustee P.O. Box 10508 Midland, TX 79702

Alvin M. Iverson, Jr. Inter-Vivos Trust C/O Peter M. Iverson 5073 South 76<sup>th</sup> East Ave Apt D Tulsa, OK 74145-6232

Edwards R. Hudson Trusts 1, 2 & 3 -616 Texas Street Fort Worth, TX 76102-4612

The Edwards R. Hudson Trust #4 222 W. 4<sup>th</sup> Street PH-5 Fort Worth, TX 76102

P.I.P 1990 Trust Wendell W. Iverson, Trustee P.O. Box 10508 Midland, TX 79702

Iverson III Inc. Steve Iverson 3454 S. Zunis Tulsa, OK 74105

Jewell Iverson Intervivos Trust Richard R. Sullivan Successor Trustee Sullivan & Associates 4870 S. Lewis, Suite 200 Tulsa, OK 74105-5153

Lindys Living Trust 6300 Ridglea Pl., Suite 1005A Fort Worth, TX 76116-5763 Delmar Hudson Lewis Living Trust Bank of America Trustee P.O Drawer 832407 Dallas, TX 75283-2407

Moore & Shelton Co. LTD Attn: Ann M. Winkleman P.O. Box 3070 Galveston, TX 77552-0070

P.A. I. Incorporated C/O Paul D. Iverson Jr. 4437 NW 32<sup>nd</sup> Place Oklahoma City, OK 73112

Siegfried James Iverson III Rev Living Trust Pamela J. Burke Trustee P.O. Box 10508 Midland, TX 79702-7508

Claire Ann Iverson Revocable Living Trust Pamela J. Burke, Trustee P.O. Box 10508 Midland, TX 79702-7508

Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220-6292 DISTRICT I 1625 N. French Dr., Hobbs, NM 86240 Phone (376) 383-0431 Fax: (876) 383-0720 DISTRICT II 811 S. First St., Artesin, NM 85210 Phone (976) 748-1283 Fax: (675) 748-9720 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone (506) 334-6175 Fax: (505) 334-6170 DISTRICT IV 1220 S. St. Francis Dr., Santa Fe. NM 67505 Phone (506) 478-3460 Fax: (505) 478-3462

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### State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised August 1, 2011

Submit one copy to appropriate District Office

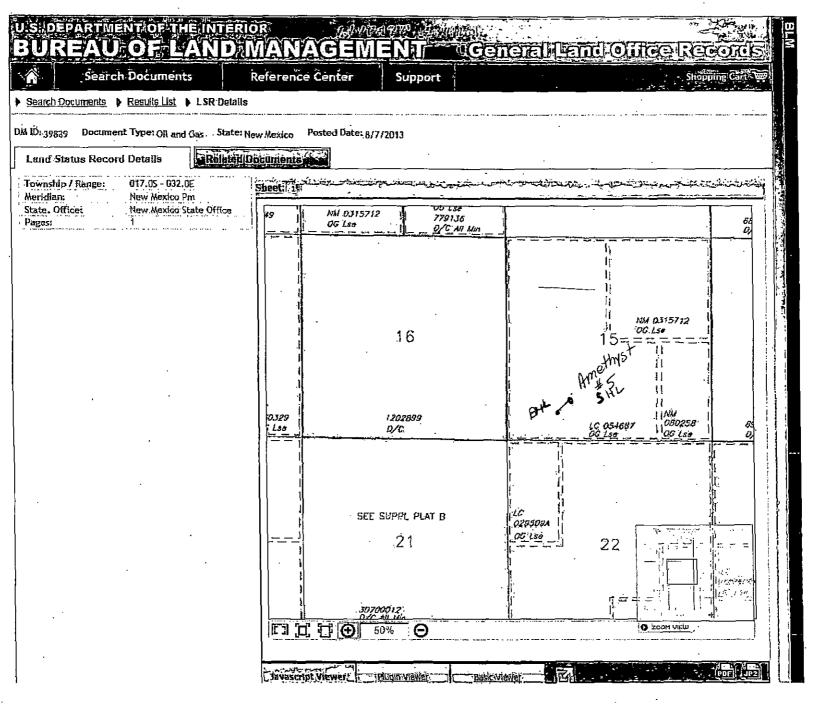
#### OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

□ AMENDED REPORT

API Number 30-025-			Pool Code 44500			Pool Name MALJAMAR; YESO WEST				
Property Code				Property	Name		Well Number			
OGRED No. 217817		AMETHYST FEDERAL Operator Name CONOCO PHILLIPS					5 Blevation 4041'			
· · · · ·		<b>1</b>	<u></u>		Surface I			<u> </u>	. <u></u> L	
UL or lot No.	Section	Township	Range	Lot Idn	Feet from t	he Nor	th/South line	Feet from the	East/West line	County
K	15	17 S	32 E		2200		SOUTH	1390	WEST	LEA
	L	<u>I</u>	Bottom	Hole Loc	ation If D	ifferen	t From Suri	face	L	I
UL or lot No.	Section	Township	Range	Lot Idn	Feet from th		th/South line	Feet from the	East/West line	County
L	15	17 S	32 E		1655		SOUTH	1093	WEST	LEA
Dedicated Acres 40	s Joint o	r Infill Co	i onsolidation	Code Ord	ler No.	I	•			
NO ALLO	WABLE W							ESTS HAVE BE HE DIVISION	EN CONSOLIDA	ATED
N.: 667776.5 E.: 675361.9 NAD 27	+		N.: 670429.4 E.: 67805.2 NAD 27				N.: 67734.3 E.: 680633.4 NAD 27	OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my throwledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pusched bottom hole location or has a organization of a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. <u>Susan B. MAUNDER</u> Printed Name <u>Susan B.Maunder@conocophillips.com</u> <u>Email Address</u>		
			155 FEL 155 FEL	Lat - N Long - W 1 NMSPCE- N Lat - N Lat - N Long - W 11 NMSPCE- N (NAD- <u>PROPOSE</u> <u>HOLE</u> Lat - N Long - W 1 NMSPCE- E (NAD-	32:49:59.80" 32:45:28.16"   667339.6 667339.6   676774.1 27)   0 BOTTOM   32:49'54.85" 03:45'33.45"   666858.5 103:45'33.45"   666858.5 171659.1	·		I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison and that the same is true and correct to the best of my belief. Date Survey de Signature is Suil of Professional Surveys Certificate No. Gary L. Jones 7977 BASIN SURVEYS 28880		

# Website Image of Amethyst and Garnet Federal Lease Boundary With Approximate Well Location





Matthew S. Wasson Staff Geologist Phone: (281) 206-5252 **ConocoPhillips Company** 600 N. Dairy Ashford Rd., Office P10-4-4012 Houston, TX 77079-1175

March 3, 2014

Via email and US Postal Service

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

### SUBJECT: REQUEST FOR ADDITIONAL INFORMATION NECESSARY TO APPROVE UNORTHODOX LOCATION FOR AMETHYST FEDERAL #5

Dear Sir,

ConocoPhillips Company has respectfully requested a non-standard location exception to drill the Amethyst Federal #5 well. The lease is recorded as NM LC 054687. The well is located in UL K, 2200' from the south line and 1390' from the west line of Section 15, Township 17S, Range 32E, Lea County, New Mexico. The bottom hole is planned for UL L, 1655' from the south line and 1093' from the west line.

This letter serves to provide additional information the Engineering Bureau requires to approve our exception request. Our anticipated perforation interval is 5500'-6900' MD. This interval is entirely within UL L. Our planned location of the producing interval top is 1872' FSL and 1152' FWL of Section 15, 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, avoid the hazard of the caliche pit, 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 <u>Matt.S.Wasson@conocophillips.com</u>.

Sincerely,

Matthew S. Was

Staff Geologist ConocoPhillips Company