2/1/2014

NSL

PMAM 1404236493

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

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



Susan B. Maunder@conocophillips.com

e-mail Address

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] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [PC-Pool Commingling] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] [1] CONOWPHILLIES TYPE OF APPLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication Amethyst Federal #8 ► NSL | NSP | SD -Amethyst Federal #8 30-025-Pending Pool -MALSamar, yesowest 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 PPI 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 Offset Operators, Leaseholders or Surface Owner B [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 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. Sr. Regulatory Specialist of Susan B. Maunder Print or Type Name Signature



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 #8

Dear Sirs.

ConocoPhillips Company respectfully requests a non-standard location exception to drill the Amethyst Federal #8 well. The lease is recorded as NM LC 054687. The well is located in UL L, 2200' from the south line and 1260' from the west line of Section 15, Township 17S, Range 32E, Lea County, New Mexico. The bottom hole footages (2274' FSL and 1025' 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 L:

- UL E, F, K, M, N in Section 15 are ConocoPhillips' Amethyst lease (NM LC 054687)
- UL I in Section 16 is a ConocoPhillips' Aquamarine State lease

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 Susan.B.Maunder@conocophillips.com.

Sincerely,

Susan B. Maunder

Senior Regulatory Specialist ConocoPhillips Company

Susanb. Maunder

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 76th 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. 4th 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 32nd 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 (575) 393-5161 Fax: (575) 393-0720 DISTRICT II

811 S. First St., Artesia, NM 88210 Phone (575) 748-1283 Fax: (575) 748-9720

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone (506) 334-8178 Fax: (505) 834-8170 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 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

30-025-	44500 Pool Code	MALJAMAR; YESO WEST			
Property Code	•	Property Name AMETHYST FEDERAL			
OGRID No. 217817	Ope	orator Name O PHILLIPS	Elevation 4041		

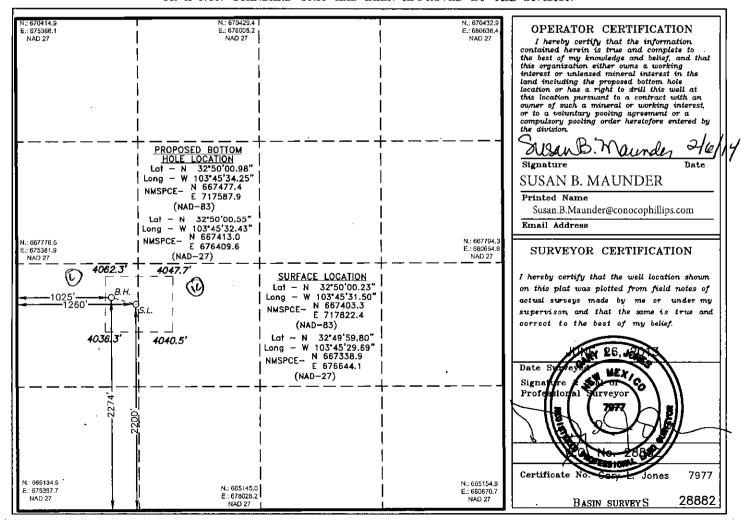
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	15	17 S	32 E		2200	SOUTH	1260	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idm	Feet from the	North/South line	Feet from the	East/West line	County
L	15	17 S	32 E		2274	SOUTH	1025	WEST	LEA
Dedicated Acre	s Joint o	r Infill Co	nsolidation (Code Ore	der 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



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

