State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division TO MEN NO

Brett F. Woods, Ph.D. Deputy Cabinet Secretary

May 12, 2015

Apache Corporation
Attn: Mr. Brian Wood

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-7277 Administrative Application Reference No. pMAM1507745831

Apache Corporation OGRID 873 Warn State AC 2 Well No. 27 API No. 30-025-42055

Proposed Location:

-	Footages	Unit	Sec.	Twsp	Range	County_
Surface	330` FNL & 2310` FWL	С	6	18S	35E	Lea
Top perforation	320.1` FNL & 2123.7` FWL	C	6	18S	35E	Lea
Bottom perforation	312.9` FNL & 2082.3`. FWL	C	6	18S	35E	Lea
Bottom Hole	277` FNL & 1902` FWL	C	6	18S	35E	Lea

Proposed Unit:

Description	Acres	Pool	Pool Code
NE/4 NW/4 of Section 6	40	Vacuum; Abo Reef	61780

Reference is made to your application received on March 18, 2015.

You have requested to drill this well at an unorthodox oil well location described above in the referenced pool or formation. This location is governed by statewide Rule 19.15.15.9.A NMAC, which provides for 40-acre units with wells located at least 330 feet from a unit outer boundary. This location is less than 330 feet from a unit outer boundary.

Your application has been duly filed under the provisions of Division Rules 15.13 19.15.15.13 NMAC and 19.15.4.12.A (2) NMAC.

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An unorthodox location is required in order to avoid existing pipelines, tank batteries, roads, and well pads. Further you are seeking this location to prevent waste, and maximize recovery.

It is also understood that you have given due notice of this application to all operators or owners who are "affected persons," as defined in Rule 19.15.4.12 (A) 2 NMAC, in all adjoining units towards which the proposed location encroaches. However, one affected party had signed a waiver, and the other parties did not object during the original application period.

Pursuant to the authority conferred by Division Rule 19.15.15.13 (B) NMAC, the abovedescribed 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 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Done at Santa Fe, New Mexico, on May 12, 2015.

DAVID R. CATANACH

Director

DRC/mam

New Mexico Oil Conservation Division – Hobbs cc:

New Mexico State Land Office – Oil, Gas, and Minerals