State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

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

David R. Catanach, Division Director Oil Conservation Division



October 6, 2015

Apache Corporation Attn: Mr. Brian Wood

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL-7350 Administrative Application Reference No. pMAM1527856016

Apache Corporation OGRID 873 Coffee Federal Well No. 22 API No. 30-015-43366

Proposed Location:

	Footages	Unit/lot	Sec.	Twsp_	Range	County_
Surface	10` FNL & 825` FWL	1	18	17S	31E	Eddy
Top perforation	108.2`FNL & 875.2` FWL	1	18	17S	31E	Eddy
Bottom perforation	328.2` FNL & 987.5` FWL	. l	18	17S	31E	Eddy
Terminus	331.2` FNL & 989` FWL	1	18	17S	31E	Eddy

Proposed Unit:

Description	Acres	Pool	Pool Code
NW/4 NW/4 of Section 18	31.99	Ccdar Lake; Glorieta-Yeso	96831

Reference is made to your application received on October 5, 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 19.15.15.13 NMAC and 19.15.4.12.A(2) NMAC.

It is our understanding that you are seeking this location due to Sand dune lizard habitat, geology, and recovery of additional reserves.

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 9.15.15.13 (B) NMAC, 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 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 October 6, 2015.

DAVID R. CATANACH

Director

DRC/mam

cc: New Mexico Oil Conservation Division – Artesia

Bureau of Land Management – Carlsbad