State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin

Cabinet Secretary

Jami Bailey
Division Director
Oil Conservation Division



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

April 30, 2014

ConocoPhillips Company Attn: Ms. Ashley Bergen

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-7056 Administrative Application Reference No. p MAM1408340633

ConocoPhillips Company OGRID 217817 Ruby Federal Well No. 37 API No. 30-025-41507

Proposed Location:

	Footages	Unit	Secti	ion Township	Range	County
Surface	550 FNL & 1690 FEL	В	17	17S	32E	Lea
Bottom Hole	997 FNL & 1658 FEL	В	17	17S	32E	Lea

Proposed Unit:

<u>Description</u>	Acres	Pool	Pool Code
SE/4 SW/4 of Section 18	40	Maljamar;Yeso, West	44500

Reference is made to your application received on March 18, 2014.

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.

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It is our understanding that you are seeking this location to protect sand dune habitat deemed critical by the Bureau of Land Management.

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 19.15.15.13 (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 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 April 30, 2014.

Jami Bailey

Director

JB/mam

cc: New Mexico Oil Conservation Division – Hobbs

Bureau of Land Management - Carlsbad