

DATE IN 12-12-11	SUSPENSE	ENGINEER DP	LOGGED IN	TYPE NSL	APP NO. 1134650395
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



Conoco Phillips
Emerald Fed # 12

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]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[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] **TYPE OF APPLICATION** - Check Those Which Apply for [A]
 [A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- [D] Other: Specify _____

- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners
 [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

- [3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION 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.

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

Brian Maiorino
 Print or Type Name

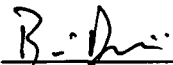

[Signature]
 Signature

Legislation Specialist
 Title

12/9/11
 Date

432-688-6913

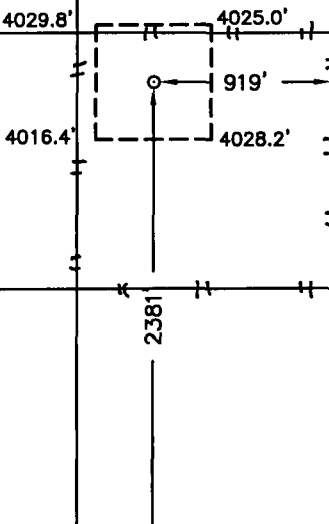
brian.d.maiorino@conocophillips.com
 e-mail Address

<p>NOTE:</p> <p>1) Plane Coordinates shown hereon are Transverse Mercator Grid and Conform to the "New Mexico Coordinate System", New Mexico East Zone, North American Datum of 1927. Distances shown hereon are mean horizontal surface values.</p>					<p align="center">OPERATOR CERTIFICATION</p> <p><i>I hereby certify the the information contained herein is true and complete to the best of my knowledge 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 pursuant to 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.</i></p> <div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div style="text-align: center;">  <u> </u> Signature </div> <div style="text-align: center;"> 12/9/11 <u> </u> Date </div> </div> <div style="margin-top: 10px;"> <u>Brian M. McNamee</u> Printed Name </div>
					<p align="center">SURVEYOR CERTIFICATION</p> <p><i>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 supervision and that the same is true and correct to the best of my belief.</i></p> <div style="text-align: center; margin-top: 20px;"> August 17, 2011 <u> </u> Date of Survey </div> <div style="display: flex; justify-content: space-between; margin-top: 10px;"> <div style="text-align: center;">  <u> </u> Signature & Seal of Professional Surveyor </div> <div style="text-align: center;"> JCC 12185 </div> </div> <div style="margin-top: 10px;"> W.O. McNamee Num. 2011-1398 </div> <div style="margin-top: 10px;"> Certificate No. 12185 </div>

Plane Coordinate

X = 669,184.3

Y = 667,499.2



ConocoPhillips Company
3300 N "A" St Bldg 6
Midland, TX 79705
October 14, 2011

David Brooks
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505

Request for Unorthodox Location

Dear David Brooks:

ConocoPhillips Company respectfully request an unorthodox location exception to drill the Emerald Federal #12. The well is located 259' from the north line of the 40-acre unit letter I, of Section 17, Township 17S, Range 32 E, Lea County NM. During the onsite inspection with the BLM, this location was found to be the only suitable position due to potential sand dune lizard habitat that would allow us to reach our targeted production zone. ConocoPhillips is 100% lessee and 100% working interest owner of the Emerald federal lease. The granting of this exception will prevent waste and minimize surface disturbance of habitat deemed critical by the BLM.

Sincerely,

A handwritten signature in black ink, appearing to read "B. Maiorino".

Brian Maiorino
Regulatory Specialist
ConocoPhillips Company
432-688-6913

Brooks, David K., EMNRD

From: Brooks, David K., EMNRD
Sent: Wednesday, December 21, 2011 4:06 PM
To: 'brian.d.maiorino@conocophillips.com'
Subject: Emerald Fed. #12 and Ruby Federal ##1, 2 and 6 NSL applications

Dear Mr. Maiorino

Each of your letter states that ConocoPhillips is 100% working interest owner of the Emerald or Ruby federal lease, but does not indicate what lands those leases embrace.

What we need to know is if ConocoPhillips is 100% working interest owner of the Yeso rights in the offsetting unit to the proposed location. That would be

Emerald Fed. #12	SE/4 NE/4 Unit H 17-17S-32E
Ruby Fed. #1	SE/4 SE/4 Unit P 17-17S-32E
Ruby Fed #2	NW/4 SE/4 (Unit J) and SE/4 SW/4 (Unit K) 17-17S-32E
Ruby Fed #6	NW/4 SW/4 (Unit L) 17-17S-32E and NE/4 SE/4 and SE/4 SE/4 (Units I and P) 18-17S-

32E

Also, I seem to recall from our phone conversation that there were two Emerald applications, and that I could not find one initially, but found it while we were speaking. Unfortunately, I can now find only the applications listed above. If there is another, please email me a copy.

Thanks

David K. Brooks
Legal Examiner

Brooks, David K., EMNRD

From: Maiorino, Brian D [Brian.D.Maiorino@conocophillips.com]
Sent: Thursday, December 22, 2011 7:59 AM
To: Brooks, David K., EMNRD
Subject: RE: Emerald Fed. #12 and Ruby Federal ##1, 2 and 6 NSL applications

Yes that is correct, we are the 100% working interest owner of the Yeso rights in offsetting units to the the proposed locations on your email.

There was only one Emerald, the #12. I believe that it was the Ruby #1 and #2 that got stuck together when we talked last. One emerald and the 3 rubies.

Is there anything you need from my end? Please let me know if there are any other questions or if I need to send in any supplements to these applications.

Thank you for your help!

Brian D Maiorino
Regulatory Specialist
ConocoPhillips Company
432.688.6913
brian.d.maiorino@conocophillips.com

From: Brooks, David K., EMNRD [<mailto:david.brooks@state.nm.us>]
Sent: Wednesday, December 21, 2011 5:06 PM
To: Maiorino, Brian D
Subject: [EXTERNAL]Emerald Fed. #12 and Ruby Federal ##1, 2 and 6 NSL applications

Dear Mr. Maiorino

Each of your letter states that ConocoPhillips is 100% working interest owner of the Emerald or Ruby federal lease, but does not indicate what lands those leases embrace.

What we need to know is if ConocoPhillips is 100% working interest owner of the Yeso rights in the offsetting unit to the proposed location. That would be

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32E

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