

ABOVE THIS LINE FOR DIVISION USE ONLY

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



*217817*  
*Conoco Phillips*  
*San Juan 30-5U #47N*

**ADMINISTRATIVE APPLICATION CHECKLIST** *30039-30932*

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]**

*6571*

[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 \_\_\_\_\_

*L-17-30N-5W*

RECEIVED  
 MARCH 22 11:02 AM '12

[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

*Fed/Rio*

[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.**

Patsy Clugston	<i>Patsy Clugston</i>	Sr. Regulatory Specialist	2/22/12
Print or Type Name	Signature	Title	Date



3401 East 30<sup>th</sup> Street  
Farmington, NM 87402

February 22, 2012  
Sent Overnight UPS

New Mexico Oil Conservation Division  
NSL Examiner  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Re: San Juan 30-5 Unit 47N – NSL application for Mancos Pool  
Unit L (NWSW), 1376' FSL & 1148' FWL, Section 17, T30N, R5W, Surface Location  
Unit K (NESW), 1350' FSL & 2370' FWL, Sec. 17, T30N, R5W, BH  
API – 30-039-30933

Dear Sir:

This is a request for administrative approval for a non-standard gas well location in the Basin Mancos Pool.

The proposed San Juan 30-5 Unit 47N was originally staked as a commingled MV/DK well and a decision was made to also add the Mancos pool, see sundry attached dated 1/23/12. The well's bottomhole location is in the NESW/4 of Section 17, T30N, R5W. The placement of the well is non-standard for the Mancos pool per Order R-12984 because a Mancos Participating Area (PA) does not exist in this unit. Both the Mesaverde and the Dakota are within a PA therefore both are considered standard locations as per Order R-10987-A (1) for Mesaverde and Order R-10987-B (2) for Dakota. The well was staked with the bottomhole closer than 660' from the half section line therefore it is considered non-standard in the Mancos pool.

The San Juan 30-5 Unit 47N surface location was selected due to existing topography, utilities and the BLM wildlife area. The bottomhole location was selected as the best place to insure production success for the MV and DK production. The production success for both the existing MV and DK wells in this quarter section indicates hydrocarbons have been pulled from a fairly sizable area. Putting another take point too close to these wells causes the new well to be in direct competition for most of the same reserves. The bottomhole location was chosen as a balance between getting far enough away from the existing wells to allow the new well to capture some new and unique reserves, but also not too far away to inflate the cost of directional drilling. An ideal bottomhole location would actually push the take point a little farther away. Attached diagram will help illustrate.

Production from the Basin Dakota, Basin Mancos and Blanco Mesaverde are included in the 320.00 acre gas spacing unit W/2 Section 17, T30N, R5W.

To comply with the New Mexico Oil Conservation Division rules, we are submitting the following to help with your decision process:

San Juan 30-5 Unit 47N – NSL application for Mancos Pool  
Unit L (NWSW), 1376' FSL & 1148' FWL, Section 17, T30N, R5W, Surface Location  
Unit K (NESW), 1350' FSL & 2370' FWL, Sec. 17, T30N, R5W, BH  
API – 30-039-30933  
Page 2 of NSL application

1. Approved APD cover page and sundry adding the Mancos formation and its C102 plat showing both the surface and bottomhole locations
2. 9 Section Plat showing wells in the area
3. Offset Operator plat for Section 17, of T30N, R5W
4. Topo and aerial maps showing the location of the well
5. Geology draining diagram for the MV and DK pools

There is not an offset operator in the east half of section 17, because there are no Mancos wells in that half section. BP America owns the Mancos leasehold in the E/2 of Section therefore notice will be give to BP America. Please let me know if you have any questions about this application by calling me at 505-326-9518.

Respectfully,



Patsy Clugston  
Sr. Regulatory Specialist



3401 East 30<sup>th</sup> Street  
Farmington, New Mexico 87402

San Juan 30-5 Unit 47N – NSL application for Mancos Pool  
Unit L (NWSW), 1376 FSL & 1148' FWL, Sec. 17, T30N, R5W, Surface location  
Unit K (NESW), 1350' FSL & 2370' FWL, Sec. 17, T30N, R5W, Bottomhole location  
API # - 30-039-30933

I hereby certify that the Mancos Leasehold Operator has been notified by certified mail of our application for administrative approval for non-standard well location for the above well.

BP American Production Company  
Attn: Craig Carley  
501 West Lake Park Blvd.  
Houston, TX 77079

*Craig Carley*  
2-22-12

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED

FEB 24 2010

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK Bureau of Land Management  
Farmington Field Office

1a.	Type of Work <b>DRILL</b>	BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS	5. Lease Number SF-078994 Unit Reporting Number
1b.	Type of Well <b>GAS</b>		6. Indian, All. or Tribe
2.	Operator  <b>ConocoPhillips</b>  Company		7. Unit Agreement Name  San Juan 30-5 Unit
3.	Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499  (505) 326-9700		8. Farm or Lease Name  9. Well Number 47N
4.	Location of Well Surf: Unit L (NWSW), 1376' FSL & 1148' FWL Bottomhole: Unit K (NESW), 1350' FSL & 2370' FWL  Surf: Latitude: 36.809159° N (NAD83) Longitude: 107.385764° W Bottomhole: Latitude: 36.809088° N (NAD83) Longitude: 107.381590° W		10. Field, Pool, Wildcat Blanco MV / Basin DK  11. Sec., Twn, Rge, Mer. (NMPM) L Sec. 17, T30N, R5W  API # 30-039-30933
14.	Distance in Miles from Nearest Town 56 miles / Bloomfield		12. County Rio Arriba  13. State NM
15.	Distance from Proposed Location to Nearest Property or Lease Line 1148'		
16.	Acres in Lease 1,080.00		17. Acres Assigned to Well 320.00 <del>3/2</del> - MV/DK w/a
18.	Distance from Proposed Location to Nearest Well, Drg, Compl, or Applied for on this Lease 52' from San Juan 30-5 Unit 224 (FC)		
19.	Proposed Depth 7928'		20. Rotary or Cable Tools Rotary
21.	Elevations (DF, FT, GR, Etc.) 6394' GL		22. Approx. Date Work will Start
23.	Proposed Casing and Cementing Program See Operations Plan attached		
24.	Authorized by: <u>Crystal Tafoya</u> Crystal Tafoya (Regulatory Tech)		Date <u>2/24/2010</u>

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_  
APPROVED BY D. Montenegro TITLE AFM DATE 3/15/2010

Archaeological Report attached  
Threatened and Endangered Species Report attached

**NOTIFY AZTEC OCD 24 HRS.  
PRIOR TO CASING & CEMENT**

NOTE: This format is issued in lieu of U.S. BLM Form 3160-3  
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or presentations as to any matter within its jurisdiction.

**Example Master Plan Type 3 Bond Numbers ES-0048 and ES-0085**

DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".  
**MAR 19 2010** **NMOCD**  
*PA*

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4  
Hold C104 for Directional Survey and "As Drilled" plat

District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised October 12, 2005  
Appropriate District Office  
State Lease - 7 Copies  
Fee Lease - 3 Copies

FEB 24 2010

Bureau of Land Management  
Energy Field Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAN

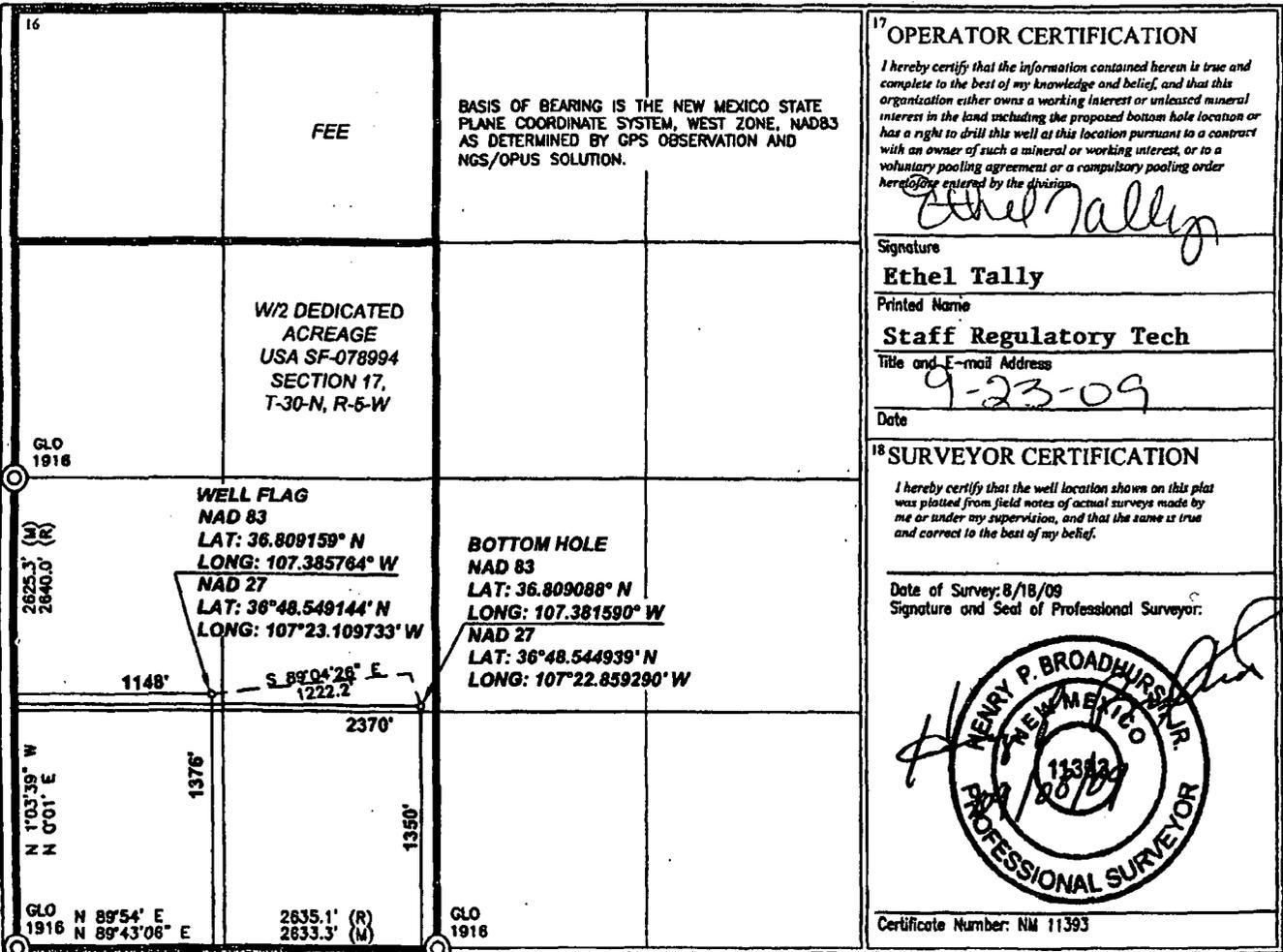
<sup>1</sup> API Number <b>30-039-30933</b>		<sup>2</sup> Pool Code <b>71599/72319</b>		<sup>3</sup> Pool Name <b>BASIN DAKOTA / BLANCO MESAVERDE</b>	
<sup>4</sup> Property Code <b>31327</b>		<sup>5</sup> Property Name <b>SAN JUAN 30-5 UNIT</b>			<sup>6</sup> Well Number <b>47N</b>
<sup>7</sup> OGRID No. <b>217817</b>		<sup>8</sup> Operator Name <b>CONOCOPHILLIPS COMPANY</b>			<sup>9</sup> Elevation <b>6394</b>

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	17	30-N	5-W		1376	SOUTH	1148	WEST	RIO ARRIBA

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	17	30-N	5-W		1350	SOUTH	2370	WEST	RIO ARRIBA

<sup>12</sup> Dedicated Acres <b>320.00 <del>1/2</del></b>	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No
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**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**



**17 OPERATOR CERTIFICATION**  
I hereby certify that 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.

Signature  
**Ethel Tally**  
Printed Name  
**Staff Regulatory Tech**  
Title and E-mail Address  
**9-23-09**  
Date

**18 SURVEYOR CERTIFICATION**  
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.

Date of Survey: 8/18/09  
Signature and Seal of Professional Surveyor:

Certificate Number: NM 11393

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED

Sundry Notices and Reports on Wells

JAN 23 2012

Farmington Field Office  
Bureau of Land Management  
Lease Number  
SP-078994

1. Type of Well  
GAS

6. If Indian, All. or  
Tribe Name

2. Name of Operator



7. Unit Agreement Name  
San Juan 30-5 Unit

3. Address & Phone No. of Operator

PO Box 4289, Farmington, NM 87499 (505) 326-9700

8. Well Name & Number  
San Juan 30-5 Unit 47N

4. Location of Well, Footage, Sec., T, R, M

Surface: Unit L (NWSW), 1376' FSL & 1148' FWL, Section 17, T30N, R5W, NMPM  
Surface: Unit K (NESW), 1350' FSL & 2370' FWL, Section 17, T30N, R5W, NMPM

9. API Well No.  
30-039-30933

10. Field and Pool  
Blanco MV/Basin DK/  
Basin Mancos

11. County and State  
Rio Arriba, NM

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA

Type of Submission	Type of Action	
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input checked="" type="checkbox"/> Other - Add Mancos
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment	<input type="checkbox"/> Plugging	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut off
		<input type="checkbox"/> Conversion to Injection

13. Describe Proposed or Completed Operations

ConocoPhillips would also like to complete the Basin Mancos formations and trimingle production on this well (DK/MV/Mancos). Attached is a new plat that includes the Basin Mancos and C107A will be submitted and approval received before the well is commingled.

**BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS**

14. I hereby certify that the foregoing is true and correct.

Signed Arleen Kellywood Arleen Kellywood Title Staff Regulatory Technician Date 1/23/12

(This space for Federal or State Office use)  
APPROVED BY Troy L Salvers Title Petroleum Engineer Date 1/26/2012  
CONDITION OF APPROVAL, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

CONDITIONS OF APPROVAL  
Adhere to previously issued stipulations.

OPERATOR

PC

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised October 12, 2005  
Submit to Appropriate District Office  
State Lease - 7 Copies  
Fee Lease - 3 Copies

RECEIVED

JAN 23 2012 AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION

<sup>1</sup> API Number 30-039-30933		<sup>2</sup> Pool Code 71599/72319/97232		Bureau of Land Management Pool Name BASIN DAKOTA / BLANCO MESAVERDE / BASIN MANCOS	
<sup>4</sup> Property Code 31327		<sup>5</sup> Property Name SAN JUAN 30-5 UNIT			<sup>6</sup> Well Number 47N
<sup>7</sup> OGRID No. 217817		<sup>8</sup> Operator Name CONOCOPHILLIPS COMPANY			<sup>9</sup> Elevation 6394

<sup>10</sup> 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	17	30-N	5-W		1376	SOUTH	1148	WEST	RIO ARRIBA

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	17	30-N	5-W		1350	SOUTH	2370	WEST	RIO ARRIBA

<sup>12</sup> Dedicated Acres 320.00 w/2	<sup>13</sup> Joint or Infill w/2	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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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

<p>16</p> <p>FEE</p> <p>W/2 DEDICATED ACREAGE USA SF-078994 SECTION 17, T-30-N, R-5-W</p> <p>GLO 1916</p> <p>2825.3' (M) 2840.0' (R)</p> <p>1148'</p> <p>1376'</p> <p>2370'</p> <p>1350'</p> <p>GLO 1916 N 1°03'39" W N 0°01' E</p> <p>GLO 1916 N 89°54' E N 89°43'06" E</p> <p>2635.1' (R) 2633.3' (M)</p>	<p>BASIS OF BEARING IS THE NEW MEXICO STATE PLANE COORDINATE SYSTEM, WEST ZONE, NAD83 AS DETERMINED BY GPS OBSERVATION AND NGS/OPUS SOLUTION.</p>	<p><sup>17</sup> OPERATOR CERTIFICATION</p> <p>I hereby certify that 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.</p> <p><i>Arleen Kellywood</i> Signature Arleen Kellywood Printed Name arleen.r.kellywood@conocophillips.com Title and E-mail Address 1/23/12 Date</p>
	<p>WELL FLAG NAD 83 LAT: 36.809159° N LONG: 107.385764° W NAD 27 LAT: 36°48.549144' N LONG: 107°23.109733' W</p> <p>BOTTOM HOLE NAD 83 LAT: 36.809088° N LONG: 107.381590° W NAD 27 LAT: 36°48.544939' N LONG: 107°22.859290' W</p> <p>S 89°04'26" E 1222.2</p> <p>Date of Survey: 8/18/09 Signature and Seal of Professional Surveyor:</p> <p><i>Henry P. Broadhurst, Jr.</i> HENRY P. BROADHURST, JR. NEW MEXICO 11393 PROFESSIONAL SURVEYOR</p> <p>Certificate Number: NM 11393</p>	

Legend

-  9 Section Plat, ship
-  P2000\_Well\_Headers\_Formations
- FORMATION1**
-  MANCOS
-  MANCOS B
-  MANCOS / GALLUP
-  GALLUP
-  GALLUP /SD/ SH/
-  GALLUP LOWER



1:34,352 - 1" = 2,863'

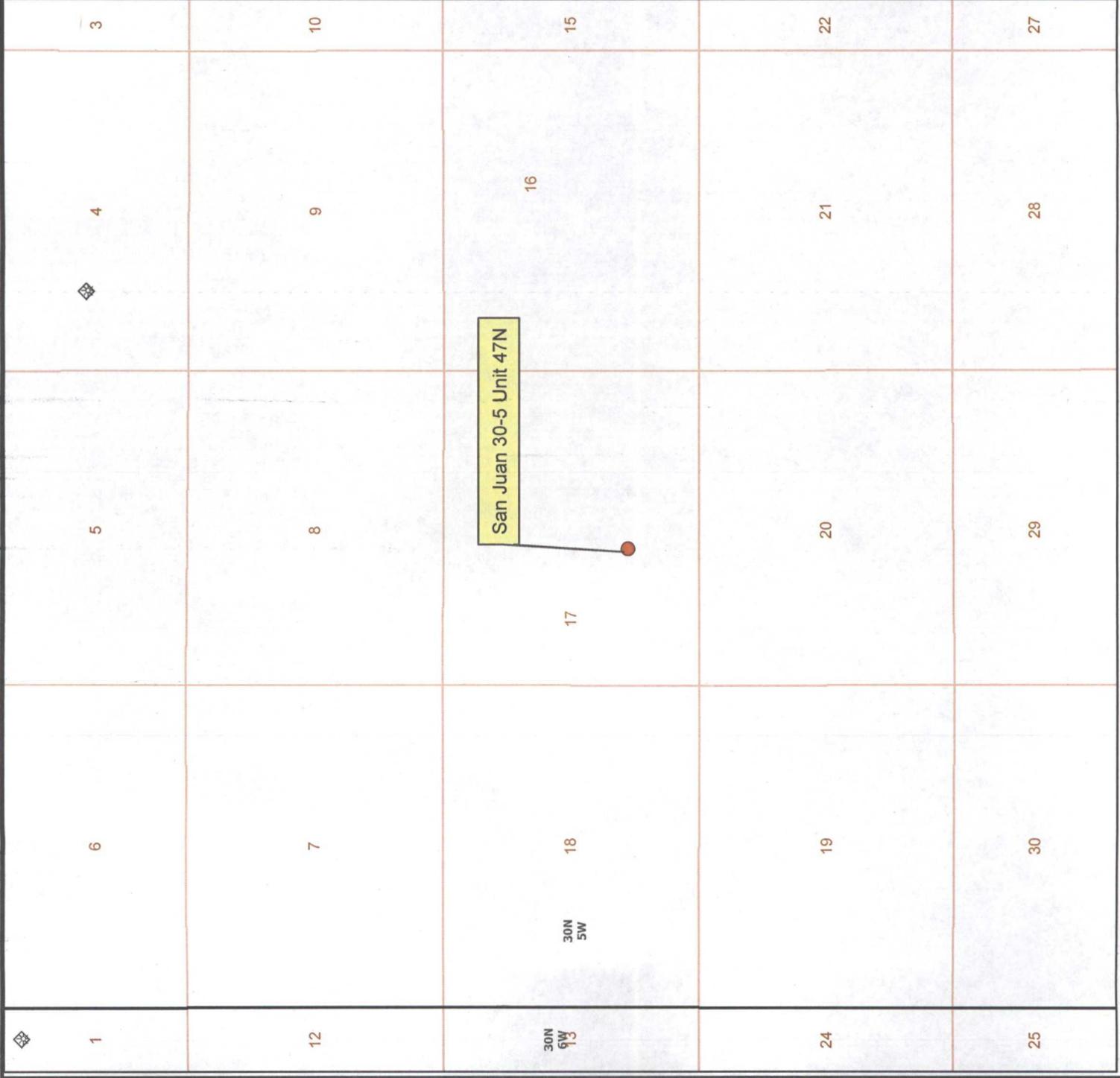
GCS Assumed Geographic 1



**ConocoPhillips**  
© Unpublished Work, ConocoPhillips

# San Juan 30-5 Unit 47N Sec. 17, T30N, R5W Nine Section plat

Author: Richard Davis	Date: 2/1/2012
Compiled by:	Scale:
Project File: \data\sect\Prob\sect\Template\Template_1.mxd	



Legend

- 9 Section PlatLsh
- P2000\_Well\_Headers\_Formations
- FORMATION1
- MANCOS
- MANCOS B
- MANCOS / GALLUP
- GALLUP
- GALLUP /SD/ SH/
- GALLUP LOWER



No Offset Operator. There are no Mancos wells in this Section. BP owns the Mancos leasehold in the E2 of this Section.



1:14,396 - 1" = 1,200'  
GCS Assumed Geographic 1

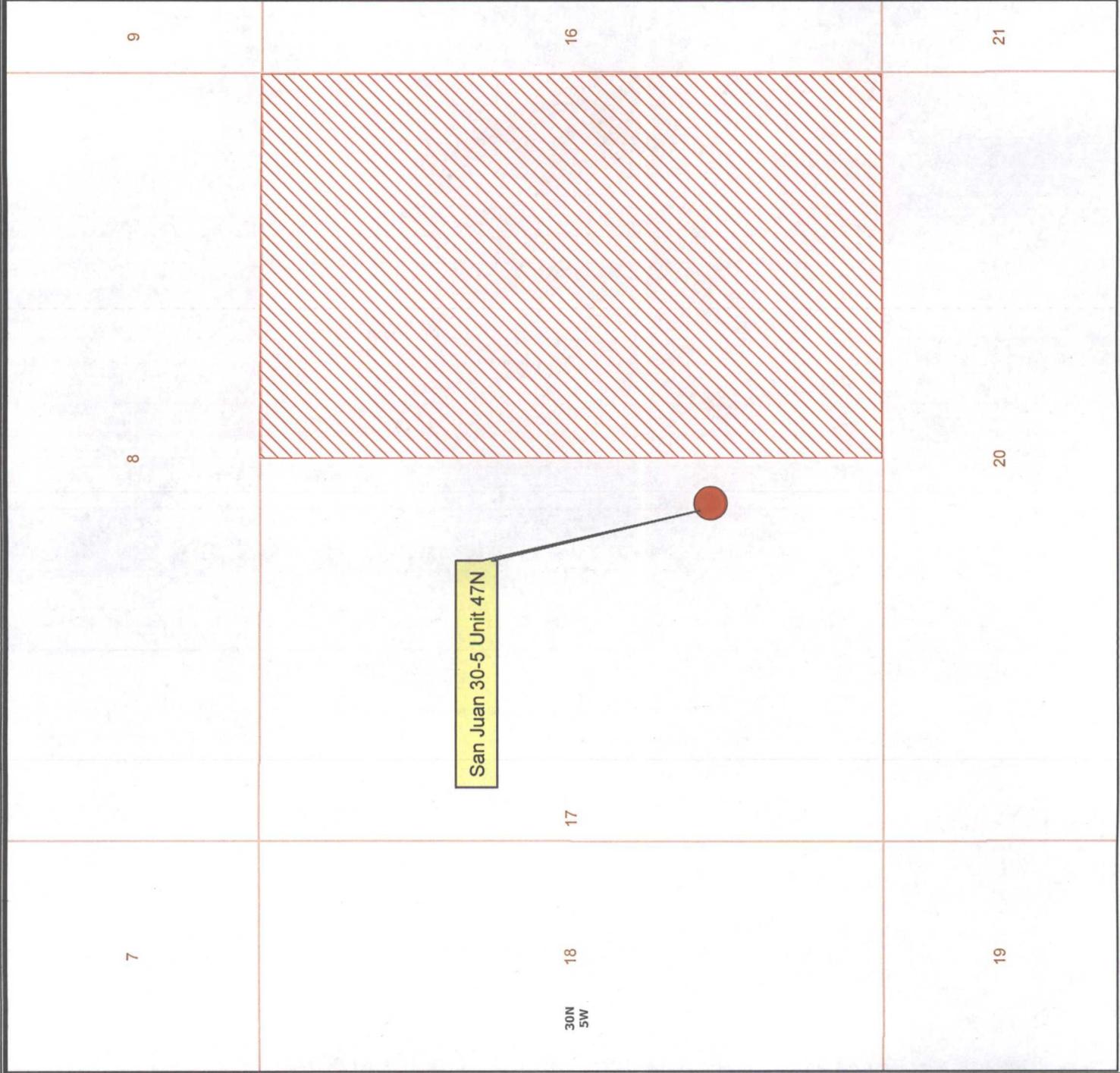


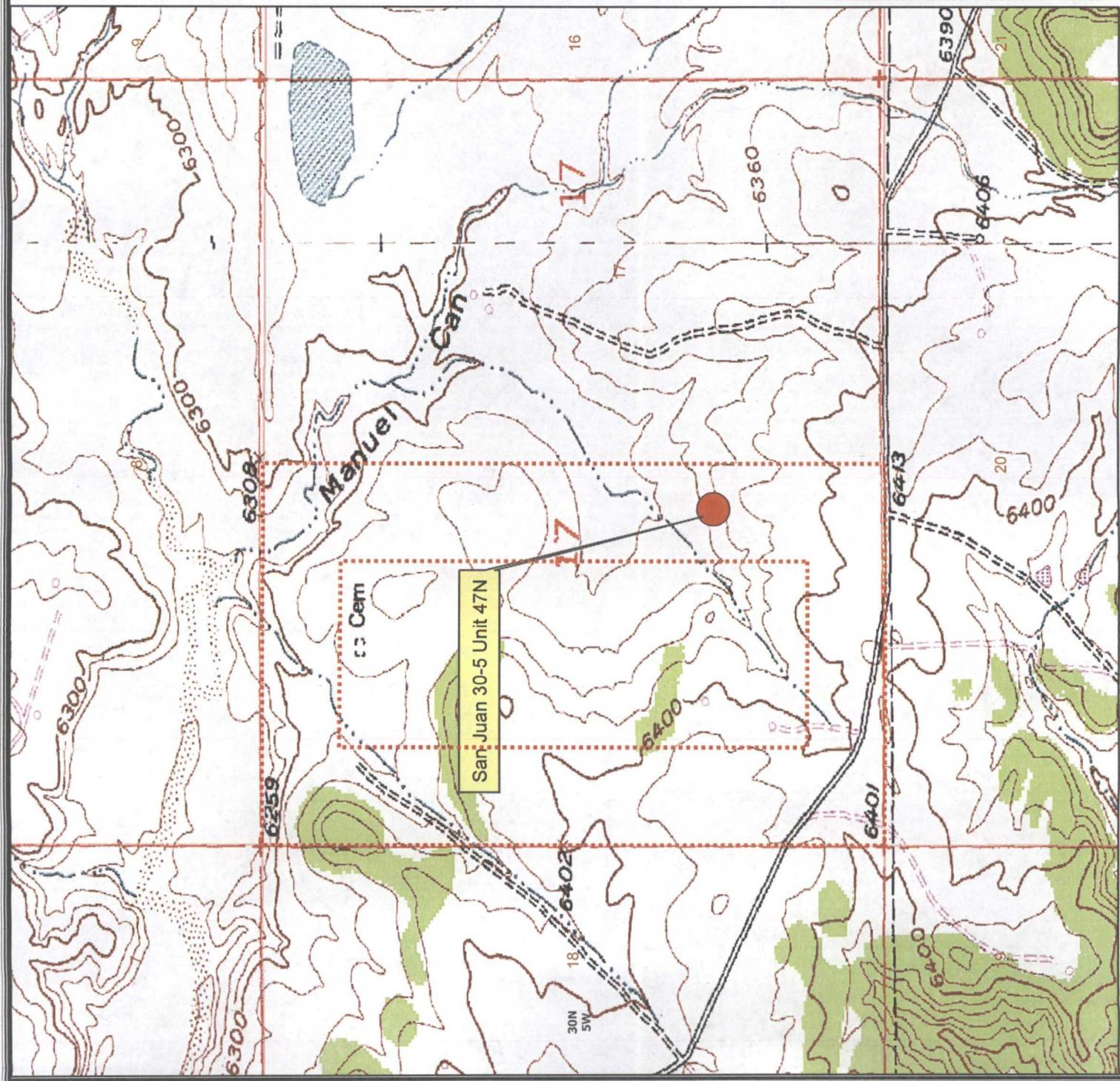
**ConocoPhillips**  
© Unpublished Work, ConocoPhillips

**San Juan 30-5 Unit 47N**  
**Sec. 17, T30N, R5W**  
**Offset Map**

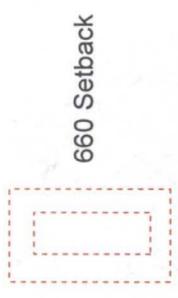
Author: Richard Davis	Date: 2/1/2012
Compiled by: Project File:Phildavis\Projects\and Templates\Template_1.mxd	Scale:

San Juan 30-5 Unit 47N





- Legend**
- 9 Section Plat, ship
  - P2000\_Well\_Headers\_Formations
  - FORMATION1
  - MANCOS
  - MANCOS B
  - MANCOS / GALLUP
  - GALLUP
  - GALLUP (SD / SH)
  - GALLUP LOWER



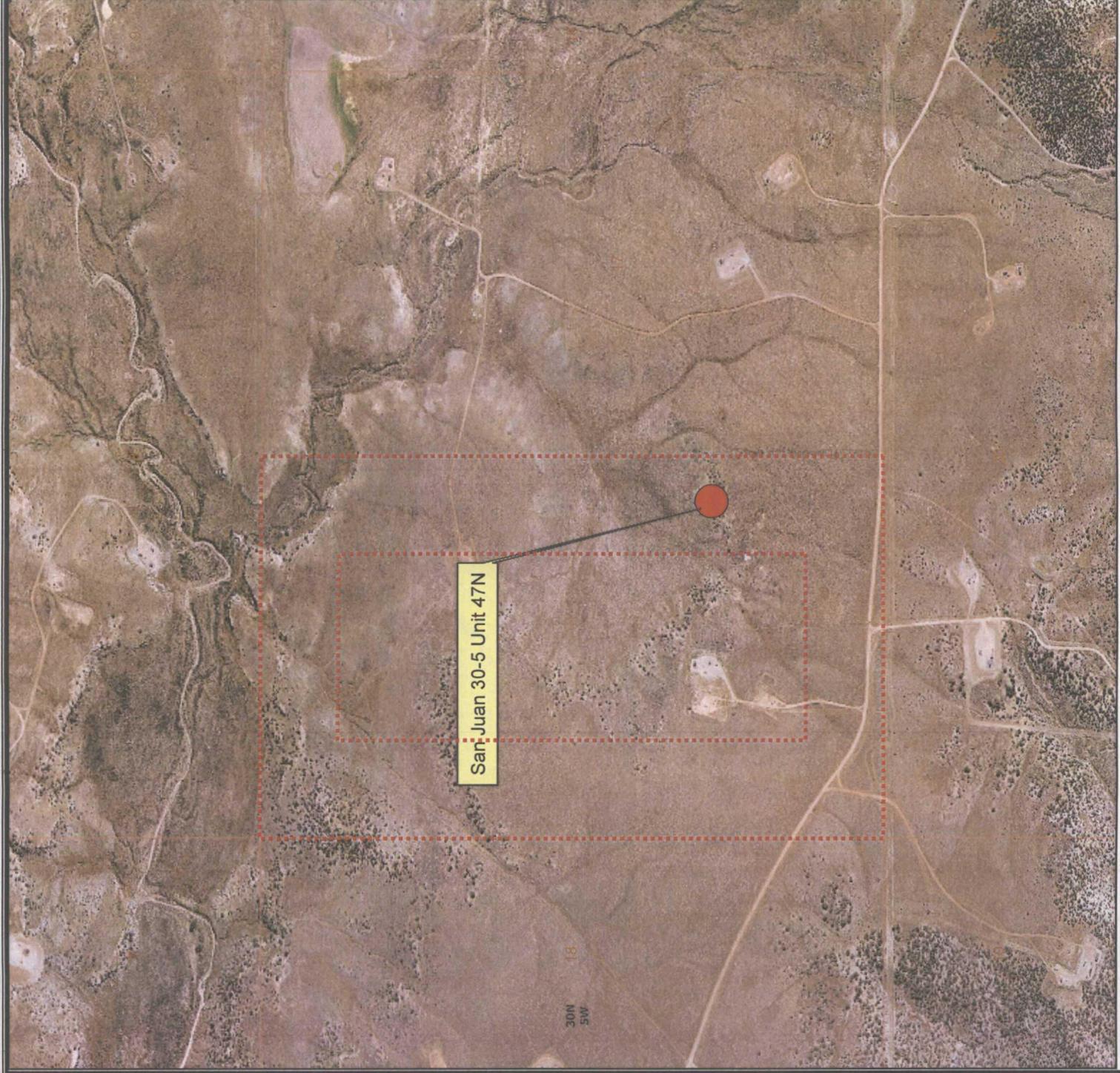
1:14,087  
 1" = 1,174'  
 GCS Assumed Geographic 1



**ConocoPhillips**  
 © Unpublished Work, ConocoPhillips

**San Juan 30-5 Unit 47N**  
**Sec. 17, T30N, R5W**  
**BHL: 1350' FSL, 2370' FWL**  
**Topographic Map**

Author:	Richard Davis	Date:	2/1/2012
Compiled by:		Scale:	
Project File: C:\data\arc\proj\ss\land\template\template_land.mxd			



San Juan 30-5 Unit 47N

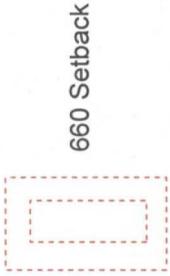
30N  
5W  
18

**Legend**

9 Section Plat.shp  
P2000\_Well\_Headers\_Formations

**FORMATION1**

- MANCOS
- MANCOS B
- MANCOS / GALLUP
- GALLUP
- GALLUP/SD/SH/
- GALLUP LOWER



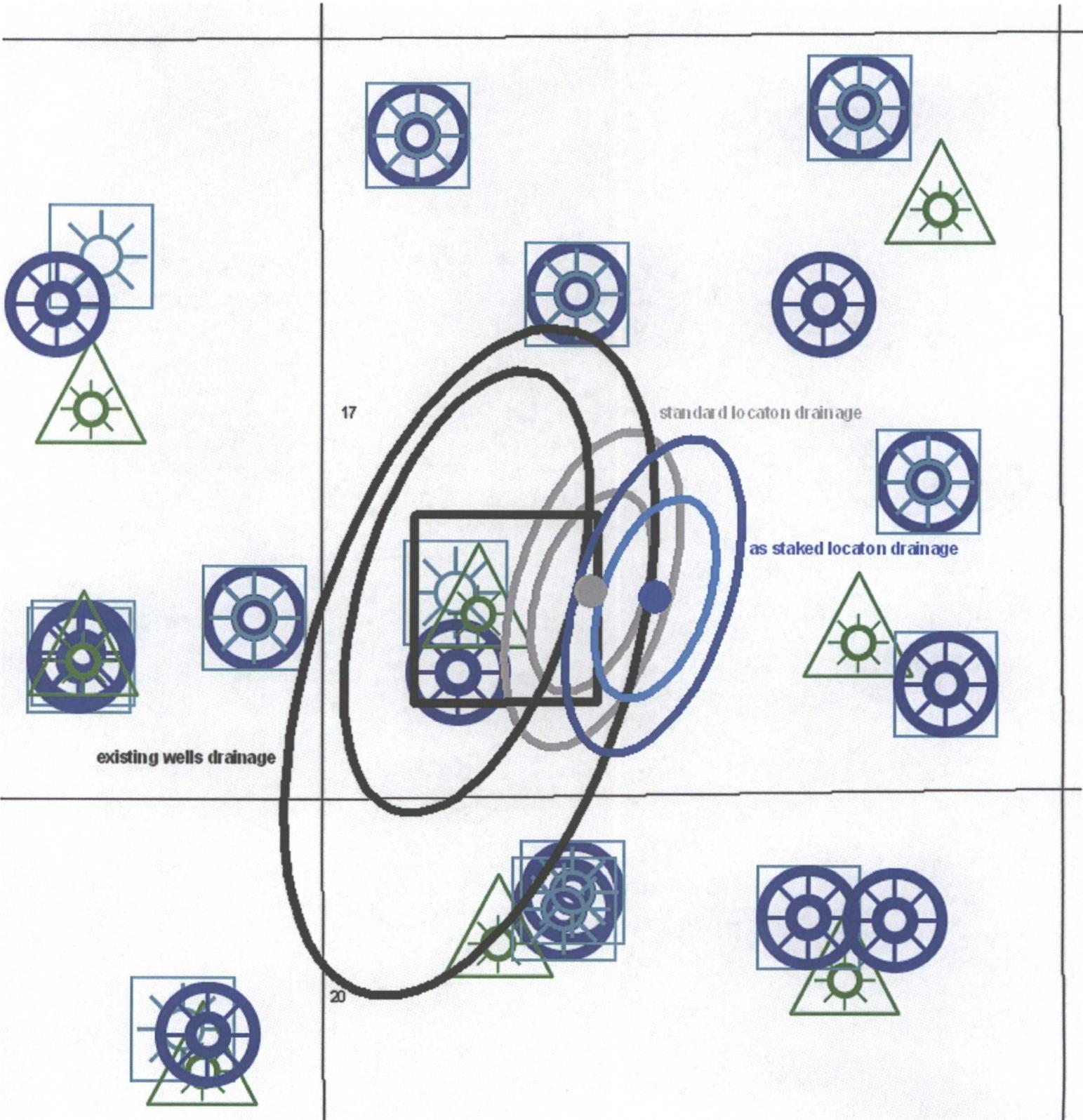
GCS Assumed Geographic 1



**ConocoPhillips**  
© Unpublished Work, ConocoPhillips

**San Juan 30-5 Unit 47N**  
**Sec. 17, T30N, R5W**  
**BHL: 1350' FSL, 2370' FWL**  
**Aerial Map**

Author: Richard Davis	Date: 2/1/2012
Compiled by:	Scale:
Project File: G:\AdvantEdge\Projects\Land_Template\Template_1.mxd	



17

standard locaton drainage

as staked locaton drainage

existing wells drainage

20



3401 East 30<sup>th</sup> Street  
Farmington, NM 87402

February 22, 2012

BP America Production Company  
501 West Lake Park Blvd.  
Houston, TX 77079

San Juan 30-5 Unit 47N – NSL application for Mancos Pool  
Unit L (NWSW), 1376 FSL & 1148' FWL, Sec. 17, T30N, R5W, Surface location  
Unit K (NESW), 1350' FSL & 2370' FWL, Sec. 17, T30N, R5W, Bottomhole location  
API # - 30-039-30933

Dear BP America Production Company:

Attached you will find a copy of our NSL (non-standard location) application to the NMOCD office in Santa Fe, NM and according to NMOCD Rule 104.E (4) be advised that BP America Production Company has a 20 day time frame from the date this notice is received to let the NMOCD know that you have objection to having the San Juan 30-5 Unit 47N drilling in the currently staked location.

Attached is a copy of the NSL application that was originally submitted to the NMOCD. If you are so inclined, please sign the attached waiver and return it to my attention either by mail at the address shown above or by fax @ 505-599-4062. If the 20 day waiting period expires the NMOCD will conclude that your company has no objection and the NSL approval will be granted to ConocoPhillips Company. If you do have an objection to the staked location on this well, please advise the NMOCD and us as soon as possible. If you have questions concerning this application please feel free to call me 505-326-9518.

Respectfully,

Patsy Clugston  
Sr. Regulatory Specialist  
ConocoPhillips Company

Waiver to NSL – San Juan 30-5 Unit 47N

BP America Production Company does not object to ConocoPhillips drilling the San Juan 30-5 Unit 47N at the current non-standard bottomhole location for the Mancos pool at Unit K (NESW), 1350' FSL 7 2370' FWL, Sec. 17, T30N, R5W in Rio Arriba County, New Mexico.  
API – 30-039-30933.

\_\_\_\_\_  
Offset Operator

\_\_\_\_\_  
Date

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**Craig Carley**  
Sent To **BP America Production Company**  
**501 West Lake Park Blvd.**  
Street, Apt. No.;  
or PO Box No. **Houston, TX 77079**  
City, State, Zip+4

PS Form 3800, August 2006 See Reverse for Instructions

Code: NSL - SJ 30-5 Unit 47N-A, Kellywood

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