## State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John Bemis Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey Division Director Oil Conservation Division



December 7, 2012

Lime Rock Resources II A, L.P. Attn: Mr. David Catanach

## ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6721 Administrative Application Reference No. pDKB1233832909

Lime Rock Resources II A, L.P. OGRID 227558 Kaiser B 18B Well No. 13 API No. 30-015

Proposed Location: Footages	Unit	Section	Township	Range	County
		· · · · · · · · · · · · · · · · · · ·			
1080 FNL & 1650 FEL	В	18	18S	27E	Eddy
Proposed Unit: Description	Acres	Pool	,		Pool <u>Code</u>
NW/4 NE/4 of Section 18	ection 18 40 Red Lake; Glorieta-Yeso			51120	
		Red Lake; Queen-Grayburg-San Andres			51300

Reference is made to your application received on November 30, 2012.

You have requested to drill or re-complete this well at an unorthodox oil well location described above, in the referenced pool or formation. This location is governed by statewide Rule 15.9.A [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 boundary.

Your application has been duly filed under the provisions of Division Rules 15.13 [19.15.15.13 NMAC] and 4.12.A(2) [19.15.4.12.A(2) NMAC].

It is our understanding that you are seeking this location due to proximity to an existing well.

It is also understood that notice of this application to offsetting operators or owners is unnecessary due to common ownership. December 7, 2012 Page 2

Pursuant to the authority conferred by Division Rule 15.13.B, 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 5.9 [19.15.15.9 NMAC].

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

Sincerely,

Jami Bailey Director

JB/db

cc: New Mexico Oil Conservation Division – Artesia New Mexico State Land Office