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 18, 2012

Burlington Resources Oil & Gas Company LP Attn: Ms. Patsy Clugston

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-6724 Administrative Application Reference No. pDKB1234251546

to a

Burlington Resources Oil & Gas Company LP OGRID 14538 Huerfanito Unit Well No. 82P API No. 30-045-35329

| Proposed Location: | | | | * . | |
|--------------------|------|---------|----------|------------|---------------|
| Footages | Unit | Section | Township | Range | <u>County</u> |
| 2600 FNL & 270 FWL | E | 25 | 27N | 9W | San Juan |
| Proposed Unit: | | | | | |

| Acres | Pool | Pool Code |
|-------|--------------|---------------|
| 320 | Basin Mancos | 97232 |
| | | |

Reference is made to your application received on December 6, 2012.

You have requested to approval of the unorthodox oil well location described above in the referenced pool or formation. This location is governed by the Special Rules for the Basin Mancos Gas Pool, as adopted in Order No. R-12984, which provide for 320-acre units with wells located at least 660 feet from a unit outer boundary. This location is less than 660 feet from a unit outer 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 for archeological and topographical reasons.

December 19, 2012 Page 2

It is also understood that you have given due notice of this application to all operators or owners who are "affected persons," as defined in Rule 4.12.A(2), in all adjoining units towards which the proposed location encroaches.

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 – Aztec United States Bureau of Land Management