ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



RECEIVED OCD

ADMINISTRATIVE APPLICATION CHECK THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATION 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] **ISWD-Salt Water Disposall** [IPI-Injection Pressure Increase] [PPR-Positive Production Response] [EOR-Qualified Enhanced Oil Recovery Certification] [1] TYPE OF APPLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL □ NSP □ SD Check One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM [B] [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 For all of the above, Proof of Notification or Publication is Attached, and/or, [E] [F]Waivers are Attached [3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE. **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. Donna Williams Sr. Regulatory Advisor 1/30/2013 Print or Type Name Title Signature

Donna.J.Williams@Conocophillips.com



January 30, 2013

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

Ladies and Gentlemen:

Pursuant to NMAC 19.15.15.13, ConocoPhillips Company respectfully request approval of an unorthodox location for the following well..

Buck 17 Federal # 6H

Surf: 28 FSL & 2604 FEL UL: O (SWSE) of 17-26S-32E BHL: 330 FNL & 2340 FEL UL: B (NWNE) of 17-26S-32E

Lea County, New Mexico

The well is planned to be drilled to a depth sufficient to test the Avalon/Bone Spring formation in the Jennings Upper Shale; Bone Spring pool. In order to effectively drain this section, the proposed bottom hole at 2340 FEL is unorthodox as it pertains to the 330' from the assigned spacing as indicated by the horizontal lateral.

Section 17-26S-32E involves two separate federal leases. All of Section 17 except for the N/2NW4 is covered under NM068281B. The N2NW/4 of Section 17 is covered under LC06242C. These federal leases are operated by ConocoPhillips Company.

Attached is a land plat, C102, and copy of letter sent to the Bureau of Land Management as the affected party.

Should you have any questions, or need additional information, please do not hesitate to contact me at 432-688-6943.

Donna Williams

Sincerely

Sr. Regulatory Advisor

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
Phone (875) 933-0161 Fax: (575) 383-0720
DISTRICT II
811 S. First St., Artesia, NM 88210
Phone (575) 745-1223 Fax: (575) 745-9720
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone (505) 476-3460 Fax: (505) 476-3462

DISTRICT IV

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised August 1, 2011

Submit one copy to appropriate
District Office

OIL CONSERVATION DIVISION

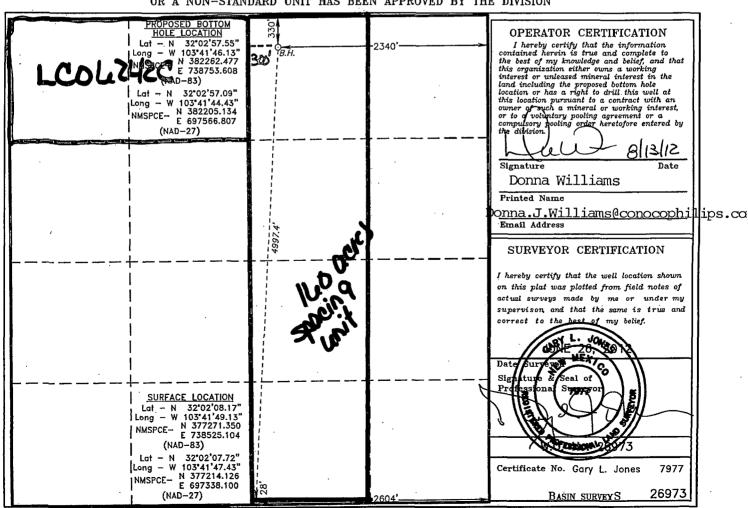
1220 South St. Francis Dr. Santa Fe, New Mexico 87505

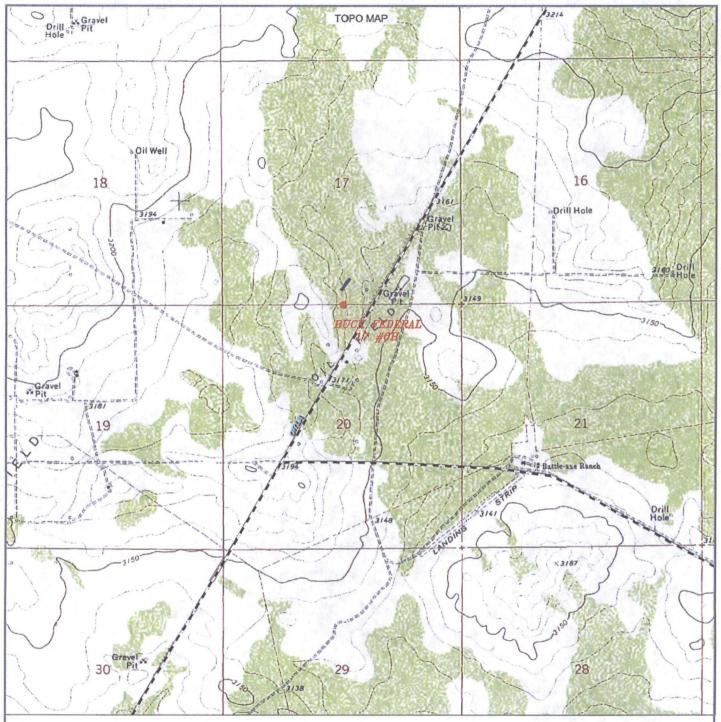
WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

30-025 ~ 4090			~ <u>-51(</u>	Pool Code	Red Hills; Bone Spring				
Property Code		Property Name BUCK FEDERAL 17					Well Number 6H		
217817 No.			Operator Name CONOCO PHILLIPS					Elevation 3175'	
					Surface Loc	ation			
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	17	26 S	32 E		28	SOUTH	2604	EAST	LEA
			Bottom	Hole Loc	eation If Diffe	erent From Sur	face		
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	17	26 S	32 E		330	NORTH	2340	EAST	LEA
Dedicated Acre	s Joint o	r Infill Co	nsolidation (Code Or	der No.		,		

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





BUCK FEDERAL 17 #6H

Located 28' FSL and 2604' FEL Section 17, Township 26 South, Range 32 East, N.M.P.M., Lea County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393—7316 — Office (575) 392—2206 — Fax basinsurveys.com

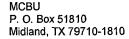
W.O. Number: JMS 26973

Survey Date: 06-26-2012

Scale: 1" = 2000'

Date: 07-19-2012







January 30, 2013

Bureau of Land Management 620 E. Greene Carlsbad, New Mexico 88220

Ladies and Gentlemen:

ConocoPhillips Company has filed an application with the New Mexico Oil Conservation Division seeking an unorthodox location for the Buck Federal 17 # 6H, located in Section 17-26S-32E, Lea County, New Mexico. At the planned bottom hole of 330 FNL & 2340 FEL (NWNE) of Section 17-26S-32E, ConocoPhillips Company will be 300' from Federal Lease LC06242C located in the N2NW/4 of Section 17. ConocoPhillips Company is the lessee of record for both federal leases involved in this request.

If you object to the application, you must notify the Division in writing at 1220 South St. Francis Drive, Santa Fe, NM 87505 no later than 20 days from the date of this letter.

Should you have any questions, or need additional information, please do not hesitate to contact me at 432-688-6943.

Donna Williams

Sincefely,

Sr. Regulatory Advisor

Brooks, David K., EMNRD

From:

Brooks, David K., EMNRD

Sent:

Tuesday, February 05, 2013 5:21 PM

To:

Williams, Donna J (Donna.J.Williams@conocophillips.com)

Subject:

Buck 17 Fed. #6H - NSL Application

Dear Ms. Williams

In your statement concerning offset notices in this application, you indicate that ConocoPhillips operates both of the federal leases in this section. However, if the Applicant is the operator of offsetting units, notice is required to all working interest owners unless the applicant is also 100% working interest owner, or ownership of the offsetting units is identical with ownership of the unit where the well will be located.

Please advise if ConocoPhillips owns 100% of the working interest throughout this section, or if working interest ownership is otherwise identical.

Also, we need the approximate footage location of beginning of the "completed interval" projected in this well.

Sincerely

David K. Brooks

Brooks, David K., EMNRD

From: Williams, Donna J < Donna.J.Williams@conocophillips.com>

Sent: Tuesday, February 19, 2013 7:06 AM

To: Brooks, David K., EMNRD

Subject: Buck 17 Federal # 6H - NSL Application

Good morning David. In regards to your email of February 5, 2013 regarding the pending application for NSL. Please be advised that ConocoPhillips Company is also 100% working interest owner throughout the section pertaining to this project. If you have any questions or need additional information, please let me know. Thanks.