

State of New Mexico  
Energy, Minerals and Natural Resources Department

Susana Martinez  
Governor

David Martin  
Cabinet Secretary

Brett F. Woods, Ph.D.  
Deputy Cabinet Secretary



Jami Bailey  
Division Director  
Oil Conservation Division

March 3, 2014

ConocoPhillips  
Attn: Ms. Susan Maunder

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

**Administrative Order NSL-7041**  
**Administrative Application Reference No. pMAM1404235654**

ConocoPhillips Company  
OGRID 217817  
Amethyst Federal Well No. 5  
API No. 30-025-pending

**Proposed Location:**

	<u>Footages</u>	<u>Unit</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
Surface	2200 FSL & 1390 FWL	K	15	17S	32E	Lea
Top perforations	1872 FSL & 1152 FWL	L	15	17S	32E	Lea
Bottom Hole	1655 FSL & 1093 FWL	L	15	17S	32E	Lea

**Proposed Unit:**

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
NW/4 SW/4 of Section 15	40	Maljamar; Yeso, West	44500

Reference is made to your application received on February 10, 2014.

You have requested to drill 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 or lot outer boundary. This location is less than 330 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 19.15.4.12.A (2) NMAC.

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It is our understanding that you are seeking this location to recover additional oil and gas reserves and minimize surface disturbance.

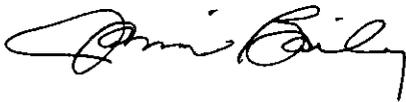
It is also understood that you have given due notice of this application to all operators or owners who are "affected persons," as defined in 19.15.4.12.A (2) NMAC, in all adjoining units towards which the proposed location encroaches.

Pursuant to the authority conferred by Division Rule 19.15.15.13 (B) NMAC, 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 19.15.5.9 NMAC.

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

Sincerely,

A handwritten signature in black ink, appearing to read "Jami Bailey". The signature is fluid and cursive, with the first name "Jami" and last name "Bailey" clearly distinguishable.

Jami Bailey  
Director

JB/mam

cc: New Mexico Oil Conservation Division – Hobbs  
Bureau of Land Management-Carlsbad