

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



November 18, 2014

Apache Corporation
Attn: Mr. Brian West

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-7170
Administrative Application Reference No. pMAM1428142432

Apache Corporation
OGRID 873
Warn State AC 2 Well No. 30
API No. 30-025-42075

Proposed Location:

	<u>Footages</u>	<u>Unit</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	1675 FNL & 1965 FWL	F	6	18S	35E	Lea
Top perforation	1410 FNL & 1504 FWL	F	6	18S	35E	Lea
Bottom perforation	1359 FNL & 1415 FWL	F	6	18S	35E	Lea
Bottom Hole	1310 FNL & 1330 FWL	C	6	18S	35E	Lea

Proposed Unit:

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
SE/4 NW/4 of Section 6	40	Vacuum; Abo Reef	61780

Reference is made to your application received on October 8, 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 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 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.

It is our understanding that you are seeking this location to prevent waste, and maximize recovery.

It is also understood that notice of this application to offsetting operators or owners is unnecessary due to common ownership.

If additional perforated interval is added to the well, then the operator shall seek administrative approval for a project area, along with location of top perforations and bottom perforations.

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 19.15.5.9 NMAC.

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

Done at Santa Fe, New Mexico, on November 18, 2014.

A handwritten signature in black ink, appearing to read "Jami Bailey", is written over a horizontal line.

Jami Bailey
Director

JB/mam

cc: New Mexico Oil Conservation Division – Hobbs
New Mexico State Land Office – Oil, Gas, and Minerals