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 Balley, Division Director
Oil Conservation Division



December 8, 2014

Enervest Operating

Attn: Mr. David Catanach

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-7207 Administrative Application Reference No. pMAM1434235886

Enervest Operating LLC OGRID 143199 Jicarilla B Well No. 2F API No. 30-039-pending

Proposed Location:

Footages	Unit	Sec.	Twsp	Range	County_
2047 FSL & 1690 FWL	K	16	26N	5W	Rio Arriba

Proposed Unit:

Description	Acres_I	Pool	Pool Code
S/2 of Section 16	320 I	Basin Dakota	71599
S/2 of Section 16	320 I	Blanco-Mesaverde	72319

Reference is made to your application received on December 8, 2014.

You have requested to drill this well at an unorthodox gas well location described above in the referenced pool or formation. This location is governed by special pool rules for the Basin Dakota Gas Pool and the Blanco-Mesaverde Gas Pool which provides for 320-acre units with wells located at least 660 feet from a unit or lot outer boundary. This location is less than 660 feet from a unit outer boundary.

It is our understanding that you are seeking this unorthodox location due to surface topography.

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

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

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 December 8, 2014

Jami Bailey

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JB/mam

cc: New Mexico Oil Conservation Division – Aztec Bureau of Land Management-Farmington