



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

November 21, 2007

ConocoPhillips Company
Attn: Ms. Patsy Clugston
3401 E 30th St
Farmington, NM 87401

Administrative Order NSL-5408-B

Re: Walker Com. LS Well No. 2B
API No. 30-045-33779
Unit M, Section 32-31N-9W
San Juan County

Dear Ms. Clugston:

Reference is made to the following:

(a) your application (**administrative application reference No. pTDS07-27849255**) submitted to the New Mexico Oil Conservation Division (the Division) in Santa Fe, New Mexico on October 5, 2007, and

(b) the Division's records pertinent to this request, including the Division's records pertaining to Administrative Orders NSL-5408 and NSL-5408-A.

ConocoPhillips Company (ConocoPhillips) has requested the Division to amend Administrative Order NSL-5408-A to reflect dedication of the referenced well in the Basin-Dakota Gas Pool (71599) to a spacing unit comprised of the W/2 of Section 32, Township 31 North, Range 9 West, instead of the South half of that Section, as provided in that order.

Your application has been duly filed under the provisions of Division Rules 104.F and 1210.A(2).

Inasmuch as the encroachment of the referenced well is toward the southern boundary of Section 32 only, there are no parties affected by the requested change in the unit dedication, so far as the location of this well is concerned. Accordingly, no notice of this application is required.

Pursuant to the authority conferred by Division Rule 104.F(2), Administrative Order NSL-5408-A, issued by the Division on December 14, 2006, is hereby amended to reflect that the referenced well is dedicated in the Basin-Dakota Gas Pool to a unit comprising the W/2 of Section 32. In all other respects, Administrative Orders NSL-5408 and NSL-5408-A remain in full force and effect.

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 "Mark E. Fesmire". The signature is fluid and cursive, with a long horizontal stroke at the end.

Mark E. Fesmire, P.E.
Director

MEF/db

cc: New Mexico Oil Conservation Division - Aztec
New Mexico State Land Office - Santa Fe
United States Bureau of Land Management - Farmington