District I
1625 N. French Dr., Hobbs, NM 88240

District II ...
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Form C-101 Revised March 17, 1999

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE OGRID Number The Wiser Oil Company P.O. Box 2568 API Number Hobbs, New Mexico 88241 30 - 015 -28 Property Code Property Name Well No. 011422 State "B" **Surface Location** UL or lot no Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 0 16 178 31E 1310 1330 Fact Eddy Proposed Bottom Hole Location If Different From Surface UL or lot no Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County ⁹ Proposed Pool 1 10 Proposed Pool 2 Grayburg Jackson SR QN GB SA Work Type Code Well Type Code Cable/Rotary Lease Type Code Ground Level Elevation N Rotary 3838 Multiple Proposed Depth Formation Contracto Spud Date Grayburg San Andres Unknown July 7, 2003 Proposed Casing and Cement Program Hole Size **Casing Size** Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 12-1/4" 8-5/8" J-55 23# 420' 300 Class C Circ. to surface 7-7/8" 5-1/2" J-55 17# 3800 700 Hall Lite Circ. to 100' above 650 Prem. Plus 8-5/8" csg. shoe Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Propose to drill above captioned well to a total depth of 3800' with rotary rig. If commercial production is indicated, well will be perforated and stimulated as necessary. Blow Out Prevention: 10" Series 900 Type "E" Shaffer Hydraulic BOP will be used. ²³ I hereby certify that the information given above is true and complete to the best OIL CONSERVATION DIVISION of my knowledge and belief Approved by: Signature: Printed name: G. M. Jones Title: Title: Production Superintendent Approval Date: Date: Conditions of Approval: Phone: March 20, 2003 (505) 392-9797 Attached 🔲

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II 811 South First, Artesia, NM 88210

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code 28509	Pool Name Grayburg Jackson SR QN GB SA	GB SA	
Property Code 011422	-	TE "B" Well Num	mber	
OGRID No. 022922	-	ator Name Elevation L COMPANY 3838		

Surface Location

UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
0	16	17 S	31 E		1310	SOUTH	1330	EAST	EDDY

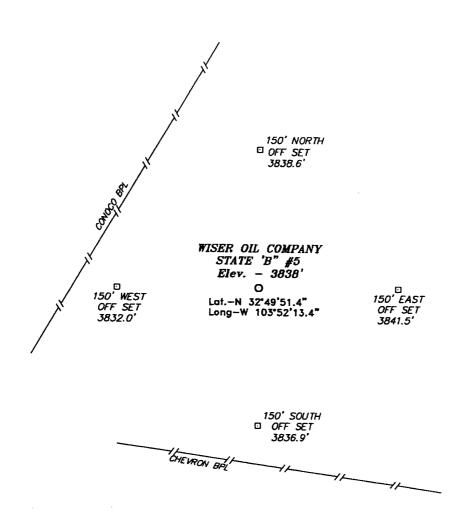
Bottom Hole Location If Different From Surface

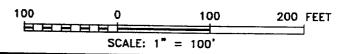
Dedicated Acres Joint or Infill Consolidation Code Order No.	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	Dedicated Acre	Joint o	r Infill Co	nsolidation	Code Or	der No.	<u> </u>			

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

	THE CHI HAS BEEN AFFROVED BY THE	DIVIDION
		OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.
	 	Signature G. M. Sones
		Printed Name Prod. Supt. Title March 20, 2003
i		SURVEYOR CERTIFICATION I hereby certify that the well location shown
		on this plat was plotted from field notes of actual surveys made by me or under my supervison and that the same is true and correct to the best of my belief.
	Lat - N32*49'51.4" Lon - W103*52'13.4"	Date Surveyor Signature & Seal of Ones Professional Surveyor
	, <u>3</u> 10,	2277 2277 227 227 227 227 227 227 227 2
<u> </u>		Certification Cory L. Jones 7977

SECTION 16, TOWNSHIP 17 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY,





WISER OIL CO.

REF: STATE 'B" #5 / Well Pad Topo

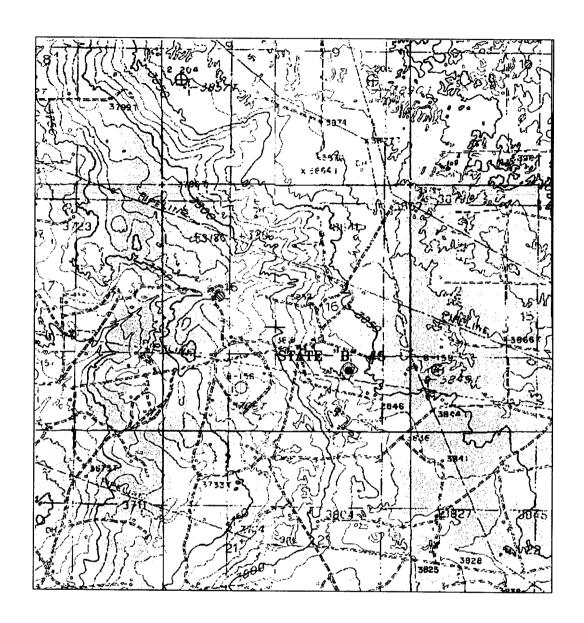
THE STATE "B" No. 5 LOCATED 1310' FROM THE SOUTH LINE AND 1330' FROM THE EAST LINE OF SECTION 16, TOWNSHIP 17 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.

Sheets

BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 3053 Drawn By: **K. GOAD**Date: 02-28-2003 Disk: KJG #9 - 3053A.DWG

Survey Date: 02-27-2003 Sheet 1 c



STATE "B" #5 Located at 1310' FSL and 1330' FEL Section 16, Township 17 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.

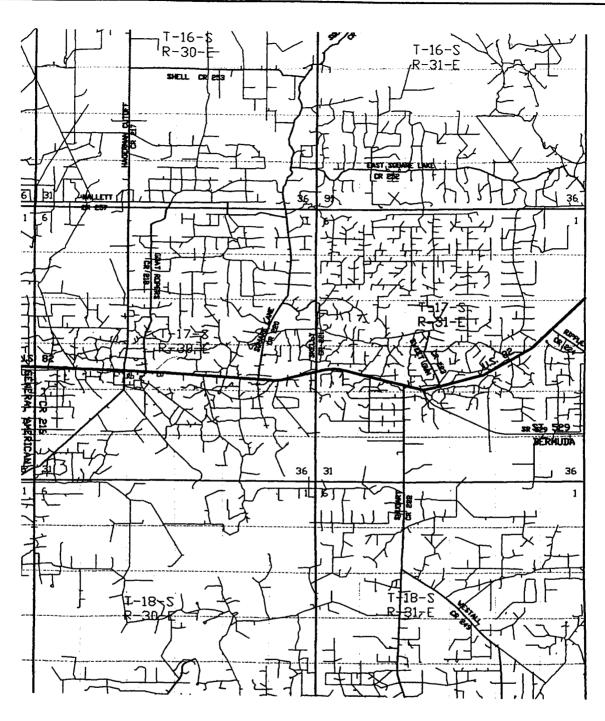
Date: 02-28-2003



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 - Office (505) 392-3074 - Fax basinsurveys.com

W.O. Number:	3053AA - KJG #122
Survey Date:	02-27-2003

Scale: 1" = 2000' WISER OIL CO.



STATE "B" #5 Located at 1310' FSL and 1330' FEL Section 16, Township 17 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.

Date: 02-28-2003

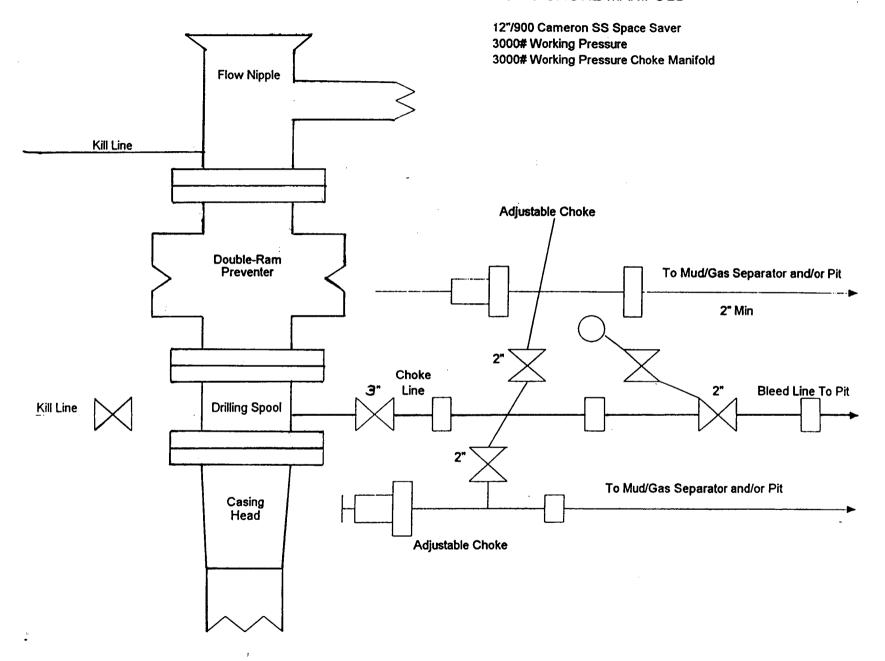


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W.O. Number:	3053AA - KJG	#122
Survey Date:	02-27-2003	
Societ 1" - 2	MUEC	***

WISER OIL CO.

BOP & CHOKE MANIFOLD





June 19, 2003

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1301 W. Grand Avenue
Artesia, New Mexico 88210

RE: Application For Permit To Drill

State "B" # 5 State "B" # 10 State "B" # 11 State "B" # 12 State "A" # 4 State "AZ" # 4

Dear Mr. Arrant,

Wiser Oil has made application for permit to drill above wells located in Section 16, T17S, Range 31E. We do not anticipate any Hydrogen Sulfide Gas during drilling. At this time we are not aware of any Hydrogen Sulfide present. If Hydrogen Sulfide is encountered in a concentration of 100 ppm or greater, we will satisfy the requirements to Rule 19.15.3.118 before continuing drilling operations. We will notify OCD – Artesia Office of the procedures that have been or are being taken as soon as possible.

If any additional information is needed, please contact me at the letterhead address or telephone (505) 392-9797.

Sincerely,

Mary Jo Turner

Production Tech II

Mary Go Turney

July 14, 2003

The Wiser Oil Company P. O. Box 2568 Hobbs, New Mexico 88240

Attention:

Mary Jo Turner

Administrative Order NSL-4915 (SD)

Dear Ms. Turner:

Reference is made to the following: (i) your application dated June 18, 2003 (administrative application reference No. pMESO-319252697), which was received by the New Mexico Oil Conservation Division ("Division") in Santa Fe on July 11, 2003; (ii) Mr. Michael E. Stogner's, Engineer/Chief Hearing Officer with the Division in Santa Fe, New Mexico, telephone conversation with Mr. James Bruce, Legal Counsel for The Wiser Oil Company ("Wiser") on Friday afternoon, July 11, 2003; and (iii) the Division's records in Santa Fe: all concerning Wiser's request for an unorthodox infill oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SW/4 SE/4 (Unit O) of Section 16, Township 17 South, Range 31 East, NMPM, Grayburg Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool (28509), Eddy County, New Mexico.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

This 40-acre Grayburg Jackson unit is currently dedicated to Wiser's State "B" Well No. 2 (API No. 30-015-05171) located at a standard oil well location 990 feet from the South line and 2310 feet from the East line of Section 16.

It is our understanding that the 160-acre area comprising the SE/4 of Section 16 is a single state lease issued by the New Mexico State Land Office (State Lease No. B-02613) with common ownership in which Wiser is the leasehold operator; therefore, there are no adversely effected offsets to the subject 40-acre tract within the Seven Rivers-Queen-Grayburg-San Andres producing interval.

It is further understood that such unorthodox location is being sought in order to minimize drainage effects in that this location is approximately equidistance to other offsetting Grayburg Jackson oil producers within this lease. The proposed infill oil well location will enable Wiser to further develop and deplete this pool's reserves within the State "B" State lease that might not otherwise be recovered.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox infill oil well location within the SW/4 SE/4 (Unit O) of Section 16 is hereby approved:

State "B" Well No. 5 1310' FSL & 1330' FEL.

Further, both the existing State "B" Well No. 2 and the proposed State "B" Well No. 5 are to be simultaneously dedicated to the subject 40-acre unit.

Sincerely,

Lori Wrotenbery Director

LW/mes

cc: New Mexico Oil Conservation Division – Artesia
New Mexico State Land Office – Santa Fe

James Bruce, Legal Counsel for The Wiser Oil Company - Santa Fe