

APPLICATION TO UNITIZE

Etz State Unit
Sections 16 and 17, T17S-R30E
Eddy County, New Mexico

Geologic Exhibits

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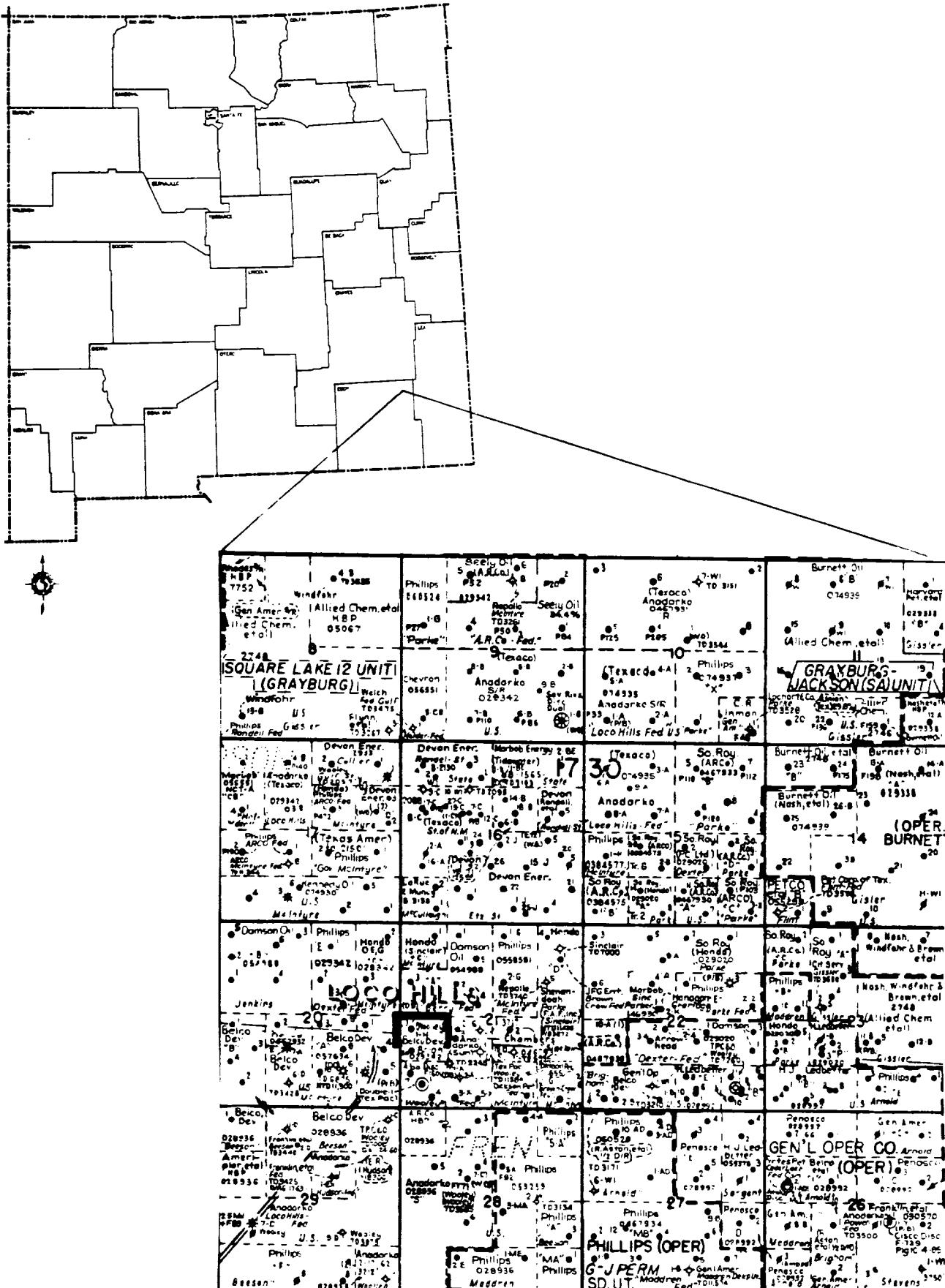
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GEOLOGIC SUMMARY FOR THE ETZ STATE UNIT

The Devon Energy Corporation proposed Etz-State Unit Grayburg waterflood includes all or parts of Sections 16 and 17 of Township 17 South, Range 30 East of Eddy County, New Mexico. This property lies on the structural axis of an easterly plunging anticline which defines the Grayburg-Jackson oil field. The field was discovered in March of 1929 and has established production from the Seven Rivers, Queen, Grayburg and San Andres Formations.

The formation of interest here is the Grayburg which consists of several lenses of porous, dolomitic sand occurring throughout 300 feet of massive dolomite found in the depth interval of 2500 feet to 2800 feet. Examination of geophysical logs in the local area indicates good lateral continuity of these porous intervals across the proposed Etz-State Unit. Core analyses in the immediate area are not available. Core observations of the porous zones within the Grayburg elsewhere in the Grayburg-Jackson field describe it as a tan, medium-grained, friable sand, sucrosic in portions with fair to good oil stain throughout and having fair to good intergranular porosity throughout. The sand appears well sorted and contains occasional thin stringers of tight anhydritic sand.

At the Etz-State Unit specifically there are five distinct porosity intervals identifiable on geophysical logs; the Loco Hills, the Upper, Middle and Lower Metex and the Premier. Assuming a sandy dolomite lithology, the porosity averages 14.5% for the three primary producing Grayburg zones; the Loco Hills, the Middle Metex and the Premier. The sandy intervals are believed to be lenticular with a permeability pinch out occurring laterally and bearing a solution gas drive as the reservoir mechanism.



ETZ-STATE AREA TYPE LOG

No. 23

DresserAtlas		<i>BHC Consulting</i>	
HIG. NO.		COMPANY	SHELL AMERICAN OIL CORPORATION
WELL	1ST STATE NO. 21	FIELD	GARDENING JACKSON
COUNTY	KODIAK	STATE	NEW MEXICO
LOCATION	990' FSL ± 1650' FVL	SEC.	16
AC.	12.5	FEET	30 ft.
Permittee Name	GRANT D. COOPER	Permit No.	36651
Drilling Information Name	GRANT D. COOPER	Date	3/27/55
Drill No.	1-25-72		
Permit Date	3/25/55	TYPE	Oil
Permit Number	36651	BOILER	1
Oil Leaseholder Name	GRANT D. COOPER	DRILLING	1
Owner - Operator	GRANT D. COOPER	SHOALING	0
Completion Date	3/28/55	REINFORCING	0
Completion Type	OPEN	TESTING	0
Completion Pressure	0	DECOMMISSIONING	0
Completion Temperature	120		
Completion - Other			
Completion - Operator			
Permit Status			
First Permit or Not	NOT		
Drilling and Testing	0		
Art and Fluid Use	0		
Recovery of Barrels	0		
Production - Total	0		
Production - Oil	0		
Production - Gas	0		
Production - Water	0		
Production - Condensate	0		
Production - Gas and Condensate	0		
Production - Gas and Brine	0		
Production - Water and Brine	0		
Production - Other	0		
Completion Date	3/28/55		
Completion Type	OPEN		
Completion Pressure	120		
Completion Temperature	0		
Completion - Other			
Completion - Operator			