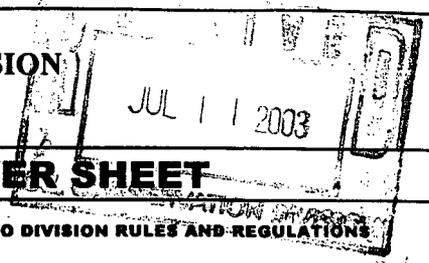


MSL

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -



ADMINISTRATIVE APPLICATION COVER SHEET

THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS

Application Acronyms:

- [NSP-Non-Standard Proration Unit] [NSL-Non-Standard Location]
- [DD-Directional Drilling] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION - Check Those Which Apply for [A]**

- [A] Location - Spacing Unit - Directional Drilling
 NSL NSP DD SD

Check One Only for [B] and [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

[2] **NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply**

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

[3] **INFORMATION / DATA SUBMITTED IS COMPLETE - Statement of Understanding**

I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common. I understand that any omission of data (including API numbers, pool codes, etc.), pertinent information and any required notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with supervisory capacity.

G. M. Jones AM Jones Pro. Supt. 6/18/03
 Print or Type Name Signature Title Date



WISER
P.O. BOX 2568
HOBBS, NM 88241

June 18, 2003

Michael Stogner
State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87504

RE: Application for Unorthodox Location
State "B"
Well No. 5
Eddy County, New Mexico

Dear Mr. Stogner,

Wiser Oil respectfully requests administrative approval for a non-standard location order for the subject well based on geological considerations. The well is to be located as indicated on the attached NMOCD Form C-102. This application includes maps. The well is staked at an unorthodox location.

Under the provision of NMOCD Rule 104.C & 104.F. (1) & (2) we seek this approval to facilitate the effective production of reserves within the State B Lease. Wiser owns 100% working interest in and is the operator of this lease. The proposed location is in the approximate center of the 160-acre tract, which means that no offsetting operators will be directly affected. As such, no Affidavit of Mailing was prepared, however, a copy of this letter and application will be provided to the State Land Office. The list of operators of all spacing units surrounding the area of interest is attached.

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

Sincerely,

Mary Jo Turner

Mary Jo Turner
Production Tech II

cc: NMOCD – Artesia

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

DISTRICT II
811 South First, Artesia, NM 88210

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

DISTRICT IV
2040 South Pacheco, Santa Fe, NM 87505

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

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
Property Code 011422	Property Name STATE "B"	Well Number 5
OGRID No. 022922	Operator Name WISER OIL COMPANY	Elevation 3838'

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	17 S	31 E		1310	SOUTH	1330	EAST	EDDY

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

Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.
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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

	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>G.M. Jones</i> Signature</p> <p>G.M. Jones Printed Name</p> <p>Prod. Supt. Title</p> <p>March 20, 2003 Date</p>	
	<p>SURVEYOR CERTIFICATION</p> <p>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 supervision, and that the same is true and correct to the best of my belief.</p> <p>FEBRUARY 27, 2003 Date Surveyed</p> <p><i>Gary L. Jones</i> Signature</p> <p>GARY L. JONES Professional Surveyor NEW MEXICO 7977 W.O. No. 30524 Certificate No. Gary L. Jones 7977 BASIN SURVEYS</p>	

PROOF OF NOTICE

STATE "B" # 5, EDDY COUNTY, NEW MEXICO

I hereby certify that attached are waivers from offset operators for the unorthodox location application to drill.

Signed: Mary Jo Turner
Name: Mary Jo Turner
Title: Production Tech II
Date: May 1, 2003

OFFSET OPERATORS

Kersey Company
P.O. Box 1248
Fredricksburg, Texas 78624

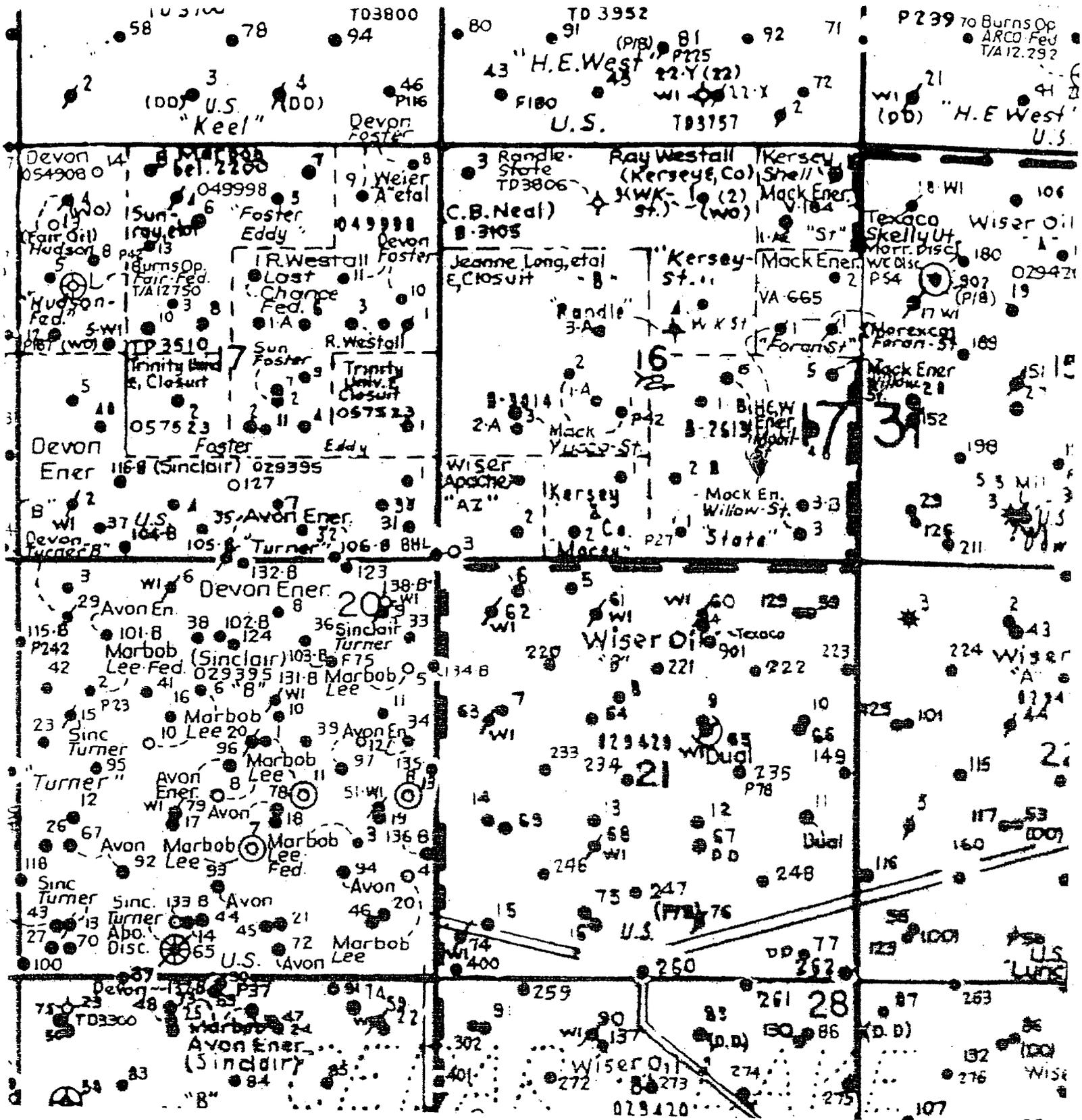
THE WISER OIL COMPANY
STATE "B"
WELL # 5
EDDY COUNTY, NEW MEXICO

OFFSET OPERATORS

Kersey & Company, P.O. Box 1248, Fredricksburg, Texas 78624; is an offset/adjacent operator per New Mexico Statewide Rule 104. Kersey has no objection to the proposed location.

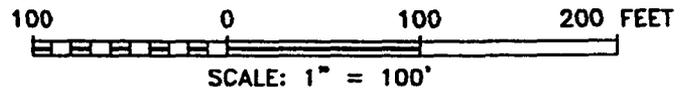
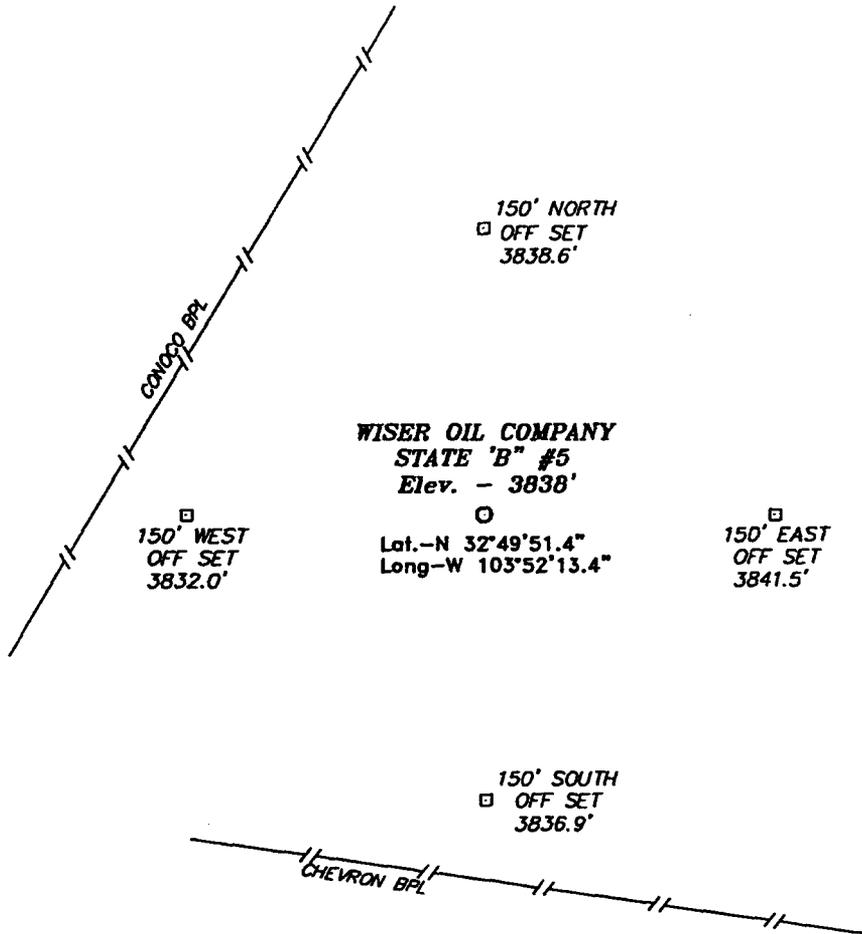
Name: *Kenneth R. Wade*
Title: *Manager*
Date: *6-9-03*

mjt



State "B" # 5
 1310' FSL & 1330' FEL
 Sec. 16-T17S-R31E Unit 0
 Eddy County, New Mexico

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



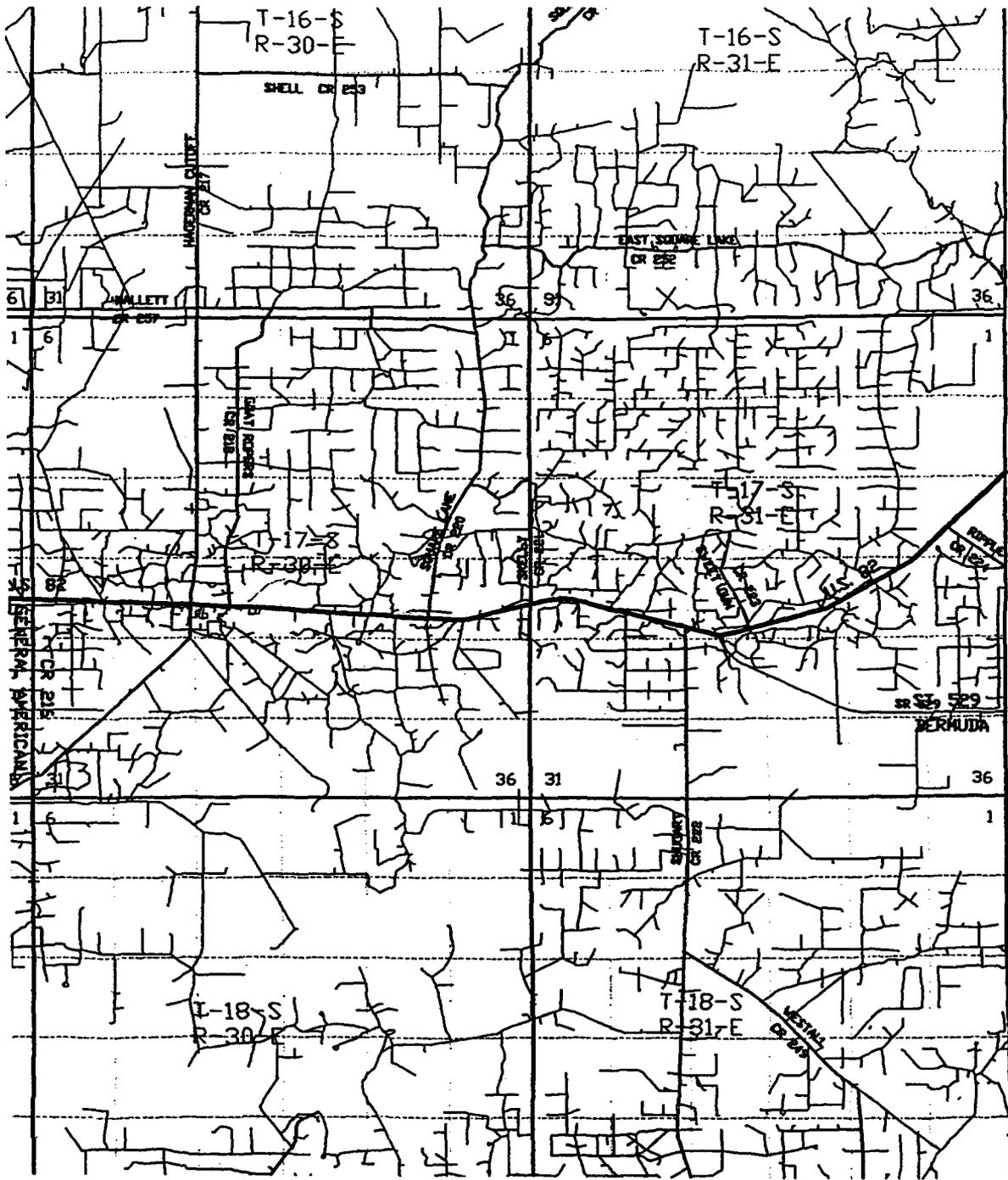
WISER OIL CO.

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

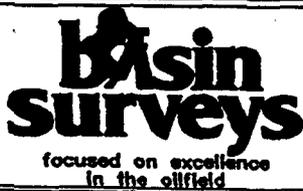
THE STATE "B" No. 5 LOCATED 1310' FROM THE
 SOUTH LINE AND 1330' FROM THE EAST LINE OF
 SECTION 16, TOWNSHIP 17 SOUTH, RANGE 31 EAST,
 N.M.P.M., EDDY COUNTY, NEW MEXICO.

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

W.O. Number: 3053	Drawn By: K. GOAD	Survey Date: 02-27-2003	Sheet 1 of 1 Sheets
Date: 02-28-2003	Disk: KJG #9 - 3053A.DWG		



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.



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" = 2 MILES

Date: 02-28-2003

WISER OIL CO.