

FAX TRANSMITTAL

THE WISER OIL COMPANY

8115 Preston Road, Suite 400, Dallas, Tx. 75225

(PHONE) 214-265-8888

(MAIN FAX) 214-373-3610

(Accounting FAX) 214-891-9645

(Exploration FAX) 214-346-8385


(Continuous FAX) 214-265-9918

TO: MICHAEL STOBNERCOMPANY: NEW MEXICO - OGDFAX NUMBER: (505) 476-3462FROM: DAVID K. HARPERDATE: 7-29-03 TIME: 4:00 NO OF PAGES: 12

(INCLUDING COVER PAGE)

☒ ORIGINAL DOCUMENT TO FOLLOW BY U.S. MAIL/OTHER☐ ORIGINAL DOCUMENT WILL NOT FOLLOWCOMMENTS: EXXONMOBIL NOTIFICATION ON STATE AZ #4
PMSO - 319264822

If you have any problems receiving this FAX, please call:


214-360-3365
@ 214 265-8888

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David K. Harper, CPL
Contract Landman
writer's direct line 214-360-3565



July 29, 2003

WISER

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

TO: ExxonMobil Corporation
P.O. Box 951027
Dallas, TX 75395-1027

Ladies and Gentlemen:

Enclosed is a copy of an application, filed with the New Mexico Oil Conservation Division by The Wiser Oil Company, requesting administrative approval for an unorthodox oil well location in the existing standard 40-acre spacing and proration unit within the Grayburg Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool (28509) comprising the SW/4 SW/4 (Unit M) of Section 16, Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico. You own an interest offsetting the well's location. If you object to the well's location you must notify the Division in writing no later than Monday, August 18, 2003 (1220 South St. Francis Drive, Santa Fe, New Mexico 87505; attention: Michael E. Stogner). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,

David K. Harper, CPL

The Wiser Oil Company

8115 Preston Road / Suite 400 / Dallas, Texas 75225 / Tel: 214 265 0080 / Fax: 214 375 5110 / Web: <http://www.wiseroil.com>

DATE IN

SUBJECT

PAGE NO.

LOGGED BY

TYPE

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -

ADMINISTRATIVE APPLICATION COVER SHEET

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

Application Acronyms:

[NSP-Non-Standard Production 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.

C. M. Jones
Print or Type Name

C. M. Jones
Signature

Per Supt
Title

6/18/03
Date



WISER
P.O. BOX 2568
MOBBS, 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 "AZ"
Well No. 4
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 NMOC Form C-102. This application includes maps. The well is staked at an unorthodox location.

Under the provision of NMOC Rule 104.C & 104.F. (1) & (2) we seek this approval to facilitate the effective production of reserves within the State A Lease. Wiser owns 100% working interest in and is the operator of this lease. The proposed location is near the Western boundary 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: NMOC - Arista

DISTRICT I

625 N. Ranch Dr., Hobbs, NM 88240

DISTRICT II

11 South First, Artesia, NM 88210

DISTRICT III

601 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

241 South Pacheco, Santa Fe, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised March 17, 1989

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	Pool Name
	28509	Grayburg Jackson SR QN GB SA
Property Code	Property Name	Well Number
011422	STATE AZ	4
OCED No.	Operator Name	Elevation
022922	WISER OIL COMPANY	3751'

Surface Location

U. or lot No.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County
M	16	17 S	31 E		1310	SOUTH	330	WEST	EDDY

Bottom Hole Location if Different From Surface

U. or lot No.	Section	Township	Range	Lot 1/4	Feet from the	North/South line	Feet from the	East/West line	County

Indicated Acres	Joint or Infill	Consolidation Code	Order No.
40			

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

	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature <u>A. M. Jones</u> Printed Name <u>G. M. Jones</u> Title <u>Prod. Supt.</u> Date <u>March 20, 2003</u>		
	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 supervision, and that the same is true and correct to the best of my belief. Date Surveyed <u>FEBRUARY 27, 2003</u> Signature <u>RAY L JONES</u> Printed Name <u>RAY L JONES</u> Title <u>Professional Surveyor</u> State of <u>NEW MEXICO</u> No. <u>30568</u> Commission Expires <u>7/27/05</u> Professional Seal <u>7977</u> HASTIN SURVEYS		
	Date Surveyed <u>FEBRUARY 27, 2003</u> Signature <u>RAY L JONES</u> Printed Name <u>RAY L JONES</u> Title <u>Professional Surveyor</u> State of <u>NEW MEXICO</u> No. <u>30568</u> Commission Expires <u>7/27/05</u> Professional Seal <u>7977</u> HASTIN SURVEYS		
	Date Surveyed <u>FEBRUARY 27, 2003</u> Signature <u>RAY L JONES</u> Printed Name <u>RAY L JONES</u> Title <u>Professional Surveyor</u> State of <u>NEW MEXICO</u> No. <u>30568</u> Commission Expires <u>7/27/05</u> Professional Seal <u>7977</u> HASTIN SURVEYS		

PROOF OF NOTICE**STATE "AZ" # 4, 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

Merit Energy Company
13727 Noel Road
Suite 500
Dallas, Texas 75240

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

THE WISER OIL COMPANY
STATE "AZ"
WELL #4
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: Kimeth R. Wade

Title: Manager

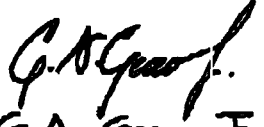
Date: 6-9-03

mjt

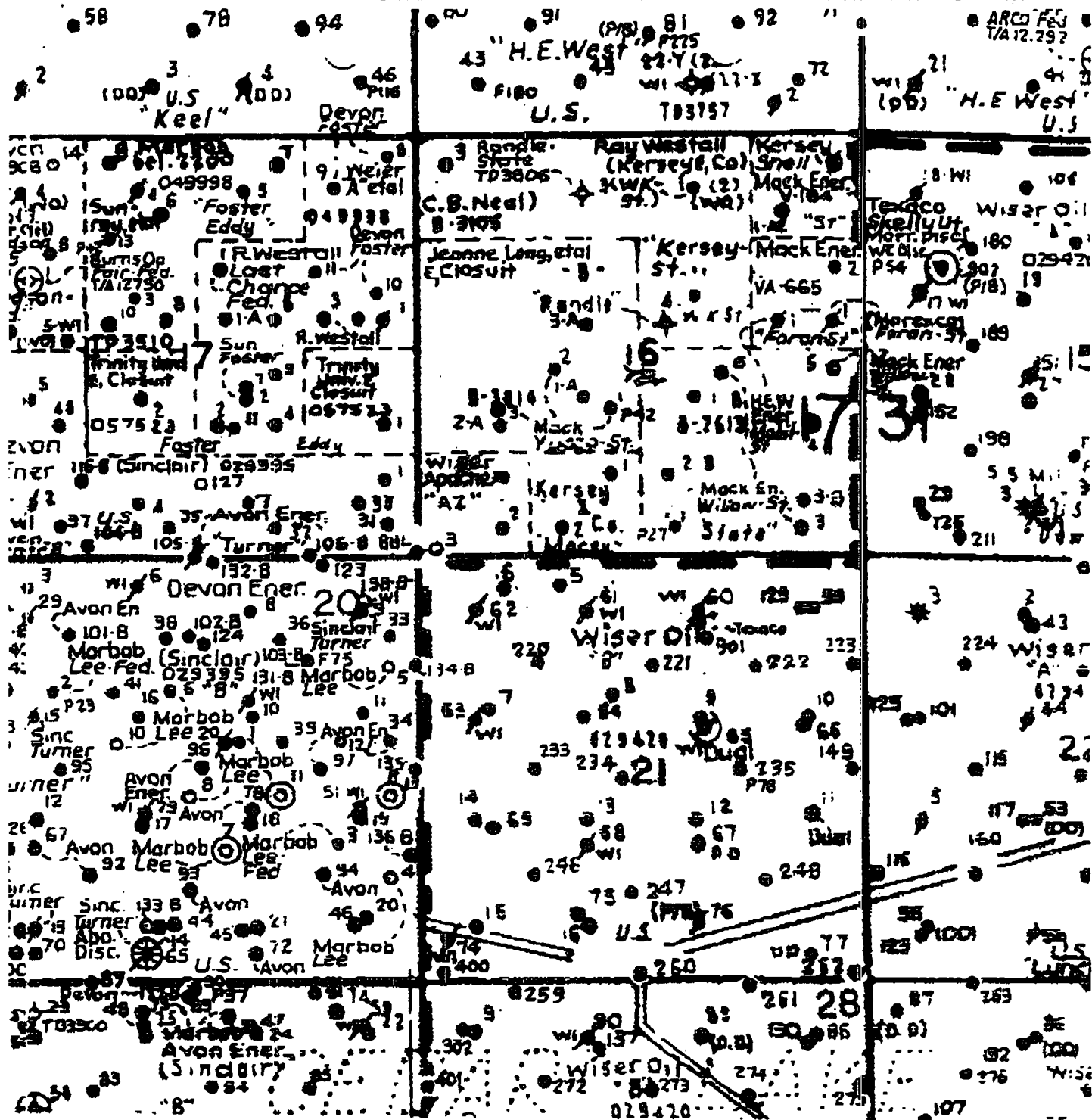
THE WISER OIL COMPANY
STATE "AZ"
WELL #4
EDDY COUNTY, NEW MEXICO

OFFSET OPERATORS

Merit Energy Co., 12222 Merit Drive, Suite 1500, Dallas, Texas 75251; is an offset/adjacent operator per New Mexico Statewide Rule 104. Merit has no objection to the proposed location.


Name: G.A. Gray Jr.
Title: Operations Engineer
Date: 5/2/03

mjt



State "AZ" # 4
1310' FSL & 330' FWL
Sec. 16-T17S-R31E Unit M
Eddy County, New Mexico



STATE AZ #4

Located at 1310' FSL and 330' FWL
Section 16, Township 17 South, Range 31 East,
N.M.P.M., Eddy County, New Mexico.

basin surveys

focused on experiences
in the offfield

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

W.O. Number: 3058AA - KJC #122

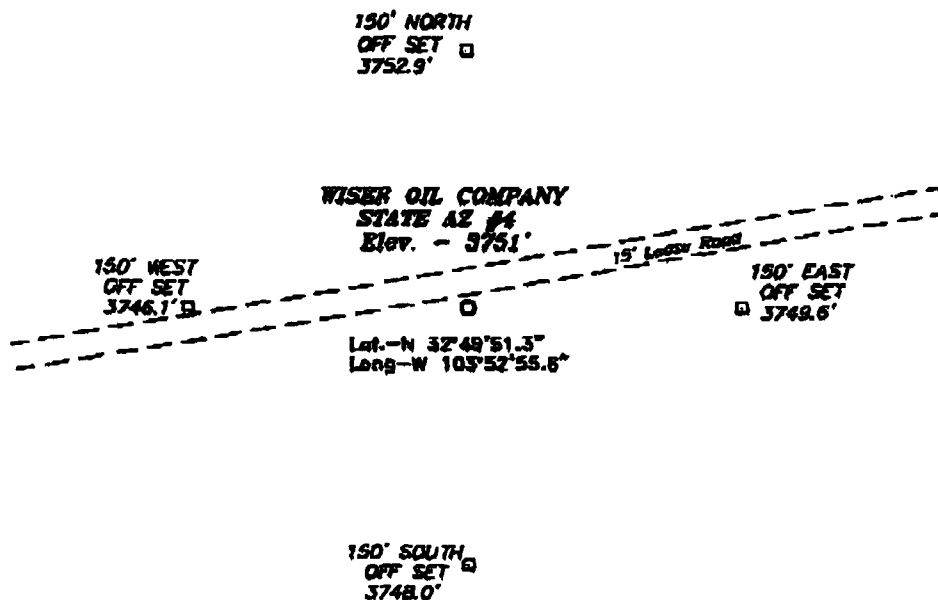
Survey Date: 02-27-2003

Scale: 1" = 2000'

Date: 02-28-2003

WISER OIL CO.

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



100 0 100 200 FEET

SCALE: 1" = 100'

WISER OIL CO.

REF: STATE AZ #4 / Well Pad Topo

THE STATE AZ No. 4 LOCATED 1310' FROM THE
SOUTH LINE AND 330' FROM THE WEST LINE OF
SECTION 16, TOWNSHIP 17 SOUTH, RANGE 31 EAST.
N.M.P.M., EDDY COUNTY, NEW MEXICO.

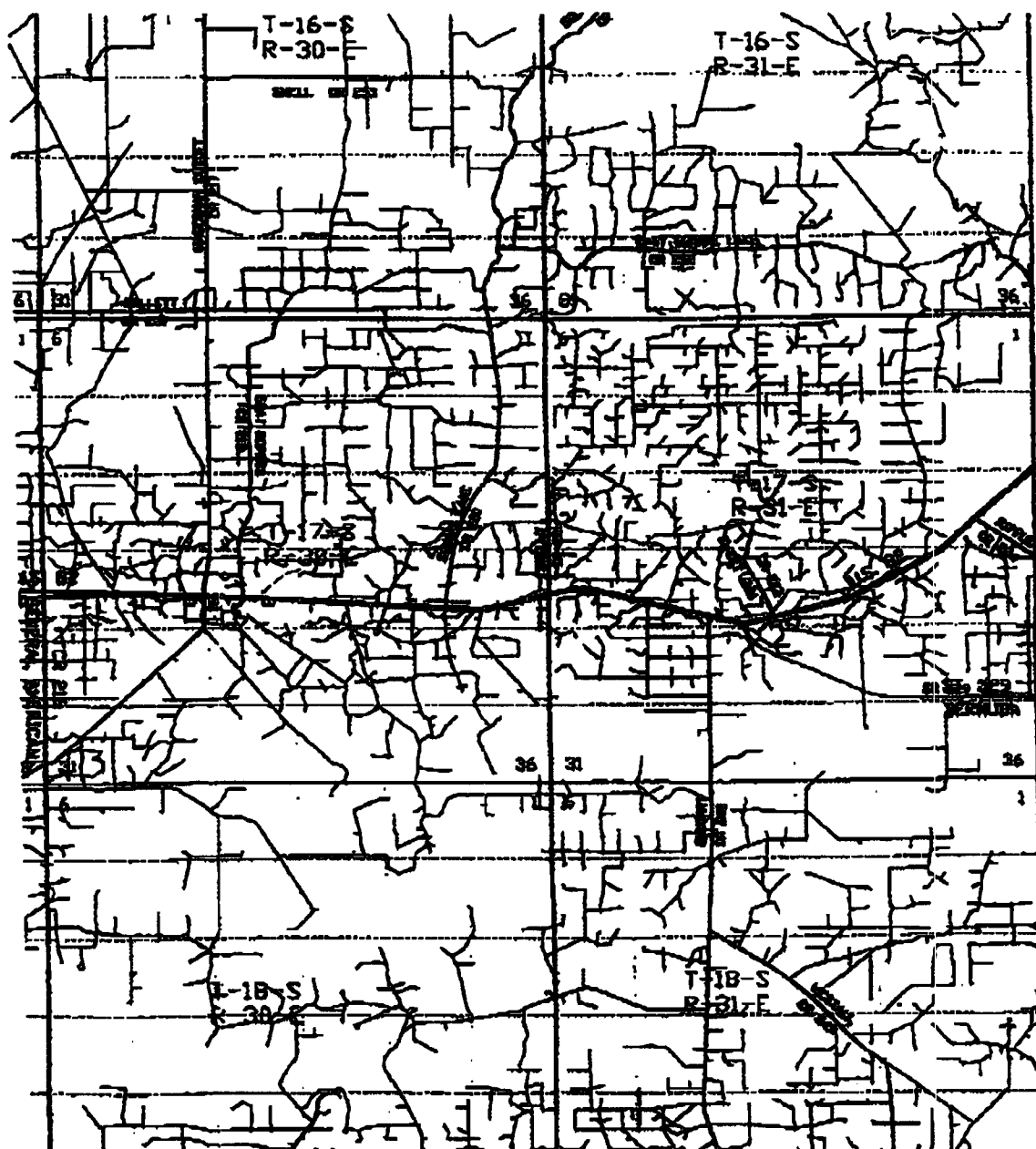
BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO

I.C. Number: 3058 Drawn By: K. GOAD

dt.: 02-28-2003 Disk: KJG #9 - 305BA.DWG

Survey Date: 02-27-2003

Sheet 1 of 1 Sheets

**STATE AZ #4**

Located at 1310' FSL and 330' FWL

Section 16, Township 17 South, Range 31 East,
N.M.P.M., Eddy County, New Mexico.

basin
surveys
focused on excellence
in the oilfield

P.O. Box 1786
1120 N. West County Rd.
Hobbs, New Mexico 88241
(505) 383-7316 -- Office
(505) 382-3074 -- Fax
basinsurveys.com

W.O. Number: 3058AA - K/G #122

Survey Date: 02-27-2003

Scale: 1" = 2 MILES

Date: 02-28-2003

WISER OIL CO.