

QUALITY PRODUCTION CORP.

707 Shell Avenue
Post Office Box 50128
Midland, Texas 79710-0128
(915) 686-0778
FAX (915) 686-1057
July 9, 1993

611 West Mahone
Post Office Box 1412
Artesia, New Mexico 88211-1412
(505) 748-3352
FAX (505) 748-9869

OIL CONSERVATION DIVISION
RECEIVED
215 South Leech
Post Office Box 250
Hobbs, New Mexico 88241-0250
(505) 397-2727
FAX (505) 393-4111

Mr. Mike Stogner
Oil Conservation Division
PO Box 2088
Santa Fe, NM 88504-2088

Re: Unorthodox Location
Johns Waterflood Project
Maljamar Grayburg San Andres Field
Lea County, New Mexico

Dear Mr. Stogner:

The Wiser Oil Company requests approval for an outside unorthodox location in the subject waterflood. This location, designated Johns B-DE No. 15 is shown on the attached map. The location of this well is as follows:

Johns B-DE No. 15
1305' FNL & 1336' FEL, Unit B
Section 24 - T17S - R32E

This well will more efficiently and effectively establish the pattern of the waterflood as set out by Order No. R-3011.

Attached are copies of the Application to Drill, C-102, map showing existing wells, proposed wells and proposed access roads and plat of the waterflood area showing the original 80-acre 5-spot waterflood patterns. It is anticipated that the injection pattern will become a 40-acre 5-spot pattern.

Notice of this Application has been provided by certified mail to the only offset operator, Penroc Oil Corporation, and we have requested this operator to waive objection to this Application. A copy of this letter is attached.

Your earliest consideration of this request will be appreciated as it is desired to start drilling during the week of August 15, if possible. Should you have any questions or require additional data, please contact the undersigned in Artesia at 748-3352.

Sincerely,



Perry L. Hughes
Agent for The Wiser Oil Company

PLH/mp
Enclosures

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK
 DRILL DEEPEN PLUG BACK

b. TYPE OF WELL
 OIL WELL GAS WELL OTHER SINGLE ZONE MULTIPLE ZONE

2. NAME OF OPERATOR
 The Wiser Oil Company

3a. Area Code & Phone No.
 505/748-3352

5. LEASE DESIGNATION AND SERIAL NO.
 LC 059152B

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME
 JOHNS B-DE

9. WELL NO.
 15

10. FIELD AND POOL, OR WILDCAT
 Maljamar Grayburg San Andres

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
 Sec. 24-T17S-R32E

12. COUNTY OR PARISH
 Lea

13. STATE
 NM

3. ADDRESS OF OPERATOR
 PO Box 1412, Artesia, NM 88211-1412

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)
 At surface
 1305' FNL & 1336' FEL, Unit B
 At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
 3.6 miles SE of Maljamar, NM

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)
 1305'

16. NO. OF ACRES IN LEASE
 480

17. NO. OF ACRES ASSIGNED TO THIS WELL
 40

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.
 900'

19. PROPOSED DEPTH
 5900'

20. ROTARY OR CABLE TOOLS
 Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)
 4087' GR

22. APPROX. DATE WORK WILL START*
 July 15, 1993

PROPOSED CASING AND CEMENTING PROGRAM

HOLE SIZE	CASING SIZE	WEIGHT/FOOT	GRADE	THREAD TYPE	SETTING DEPTH	QUANTITY OF CEMENT
12-1/4"	8-5/8"	24#	J-55	8 R	1300'	Circulate
7-7/8"	5-1/2"	17#	K-55	8 R	5900'	Sufficient to bring cmt thru top of salt Approx. 1300'

Mud Program:

0 - 1300' Drill with fresh water
 1100 - 5900' Drill with brine water

BOP Program:

Will install on the 8-5/8" surface casing a 10" Series 900 Type "E" Shaffer Double Hydraulic BOP and will test before drilling into the Queen formation.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED Kerry L. Hughes TITLE Agent DATE 6/23/93

(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____

APPROVED BY _____ TITLE _____ DATE _____
 CONDITIONS OF APPROVAL, IF ANY:

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
 P.O. Drawer DD, Artesia, NM 88210

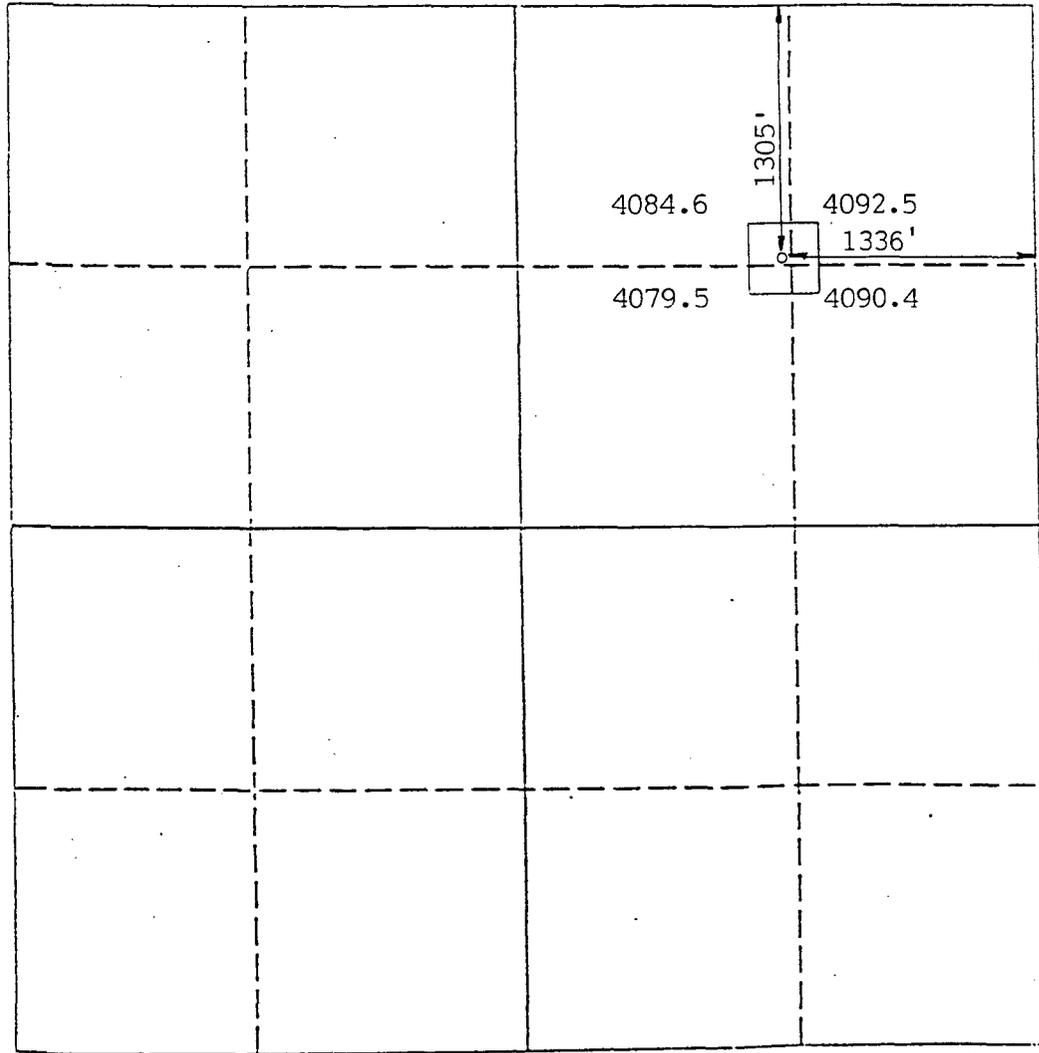
DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator The Wisor Oil Company			Lease Johns B-DE		Well No. 15
Unit Letter B	Section 24	Township 17 South	Range 32 East	County NM/M Lea	
Actual Footage Location of Well: 1305 feet from the North line and 1336 feet from the East line					
Ground level Elev. 4087	Producing Formation Grayburg & San Andres		Pool Maljamar Grayburg San Andres	Dedicated Acreage: 40 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
 Yes No If answer is "yes" type of consolidation _____
 If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary).
 No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature: Perry L. Hughes

Printed Name: PERRY L. HUGHES

Position: AGENT

Company: THE WISOR OIL CO.

Date: 5/18/93

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 knowledge and belief.

Date Surveyed: May 5, 1993

Signature & Seal of P. B. Patton
 Professional Surveyor

Certificate No. 8112

Existing Wells
Proposed Wells
Waterflood Area

REDEVELOPMENT PLAN
WISER-PENNZOIL MALJAMAR PROJECT
MALJAMAR (GRAYBURG-SAN ANDRES) FIELD
LEA CO., NEW MEXICO

PHASE 1 PHASE 2 PHASE 3
 ● Producer ● Proposed Producer
 ▲ Shut-in Injector ▲ Proposed Injector
 ● Active Injector ● Former Injector

0 200' 400'

T. SCOTT HECKMAN & ASSOCIATES, INC.
 P E T R O L E U M

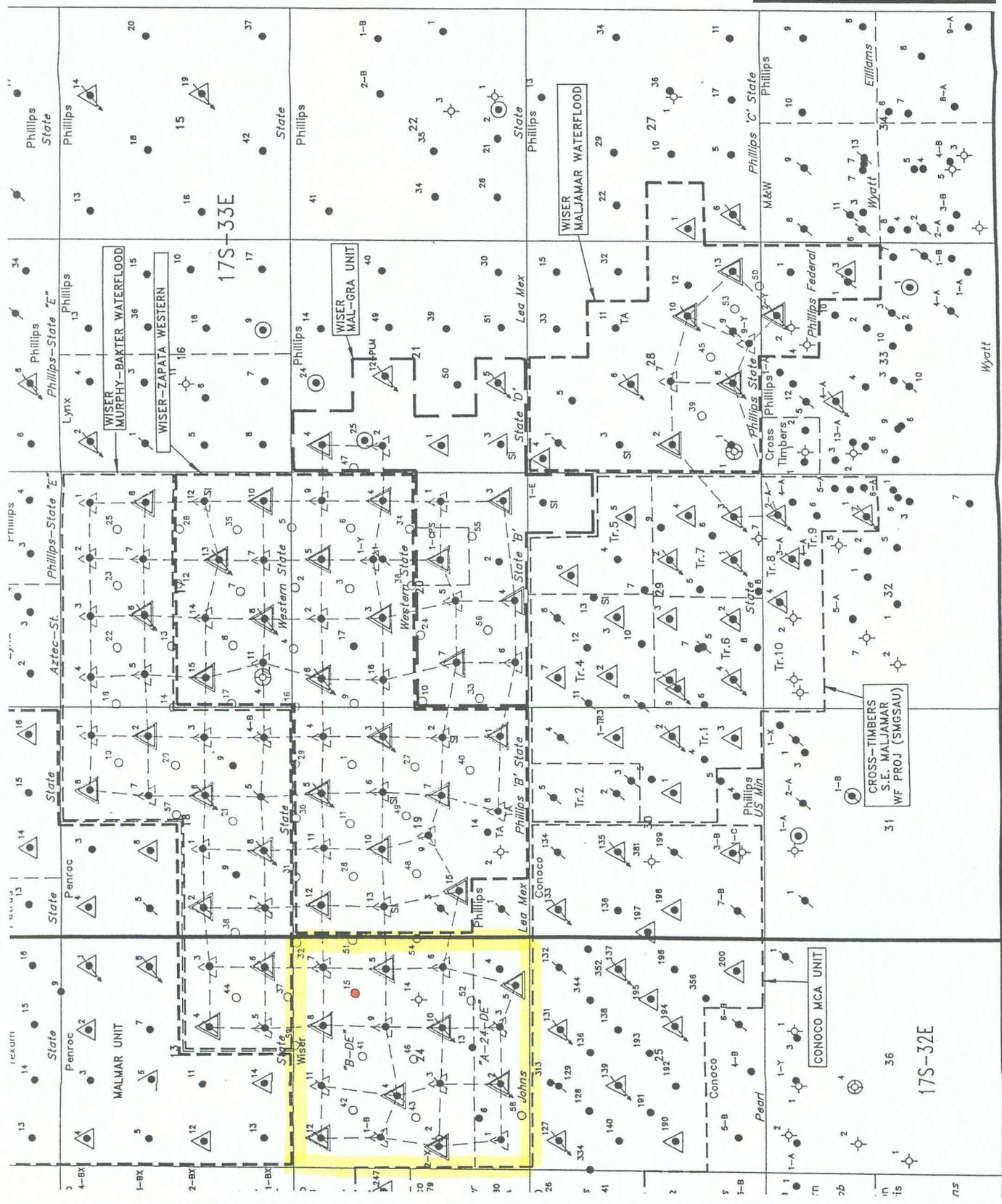
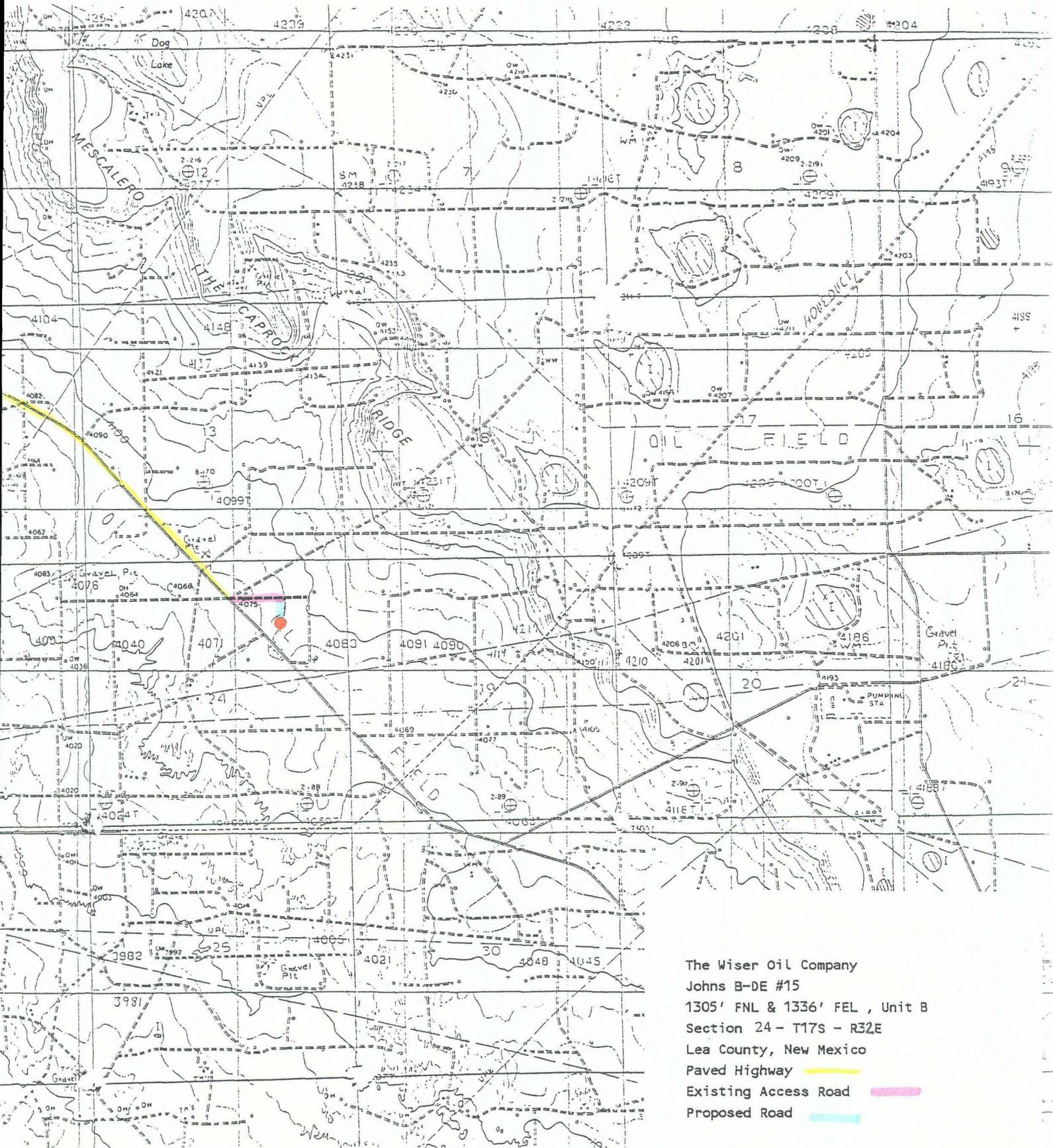


FIGURE 17



The Wiser Oil Company
 Johns B-DE #15
 1305' FNL & 1336' FEL , Unit B
 Section 24 - T17S - R32E
 Lea County, New Mexico
 Paved Highway —
 Existing Access Road —
 Proposed Road —

QUALITY PRODUCTION CORP.

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Hobbs, New Mexico 88241-0250
(505) 397-2727
FAX (505) 393-4111

July 9, 1993

Mr. M. Y. Merchant
Penroc Oil Corporation
PO Box 5970
Hobbs, NM 88241

Re: Application of The Wiser Oil Company for Administrative
Approval of a Non-Standard Unit for its Johns B-DE #15 well,
located 1305' FNL & 1336' FEL of Section 24, T-17S, R-32E,
Lea County, New Mexico

Dear Mr. Merchant:

This letter is to advise you that The Wiser Oil Company has filed
the enclosed Application with the New Mexico Oil Conservation
Division seeking administrative approval for a non-standard unit
for its Johns B-DE #15 well in the Maljamar Grayburg San Andres
field at the above described location.

The Wiser Oil Company respectfully requests that you waive
objection to this non-standard unit. If you are agreeable to
doing so, please indicate your waiver by signing and dating this
letter in the space provided below, and returning one copy to the
undersigned in the enclosed self-addressed, stamped envelope.

If you have any questions regarding this matter, please call.

Sincerely,



Perry L. Hughes

PLH/mp

AGREED TO AND ACCEPTED THIS _____ DAY OF _____,
1993:

PENROC OIL CORPORATION

By: _____
Printed Name: _____
Title: _____

QUALITY PRODUCTION CORP.

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OIL CONSERVATION DIVISION
RECEIVED

215 South Leech
Post Office Box 250
Hobbs, New Mexico 88241-0250
(505) 397-2727
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July 20, 1993

Mr. Mike Stogner
Oil Conservation Division
PO Box 2088
Santa Fe, NM 87504-2088

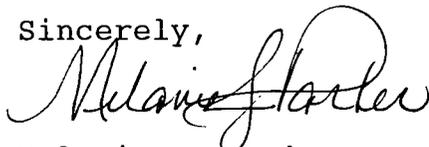
Re: Johns B-DE #15
Unorthodox Location
Johns Waterflood Project
Maljamar Grayburg San Andres Field
Lea County, New Mexico

Dear Mr. Stogner:

Enclosed is a copy of the signed waiver from Penroc Oil Corporation, the offset operator to the above referenced NSL. This is the only waiver required on this location. The original is being held in this office, if you require the original waiver to be filed with your records, please advise.

If additional information is needed, please call me at the Artesia office.

Sincerely,



Melanie J. Parker

/mp

Enclosure

QUALITY PRODUCTION CORP.

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July 9, 1993

Mr. M. Y. Merchant
Penroc Oil Corporation
PO Box 5970
Hobbs, NM 88241

Re: Application of The Wiser Oil Company for Administrative Approval of a Non-Standard Unit for its Johns B-DE #15 well, located 1305' FNL & 1336' FEL of Section 24, T-17S, R-32E, Lea County, New Mexico

Dear Mr. Merchant:

This letter is to advise you that The Wiser Oil Company has filed the enclosed Application with the New Mexico Oil Conservation Division seeking administrative approval for a non-standard unit for its Johns B-DE #15 well in the Maljamar Grayburg San Andres field at the above described location.

The Wiser Oil Company respectfully requests that you waive objection to this non-standard unit. If you are agreeable to doing so, please indicate your waiver by signing and dating this letter in the space provided below, and returning one copy to the undersigned in the enclosed self-addressed, stamped envelope.

If you have any questions regarding this matter, please call.

Sincerely,

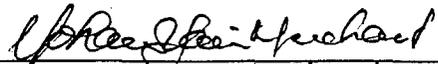


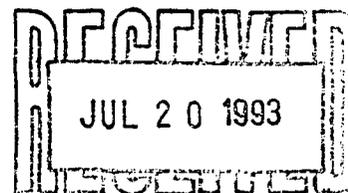
Perry L. Hughes

PLH/mp

AGREED TO AND ACCEPTED THIS 13TH DAY OF July,
1993:

PENROC OIL CORPORATION

By: 
Printed Name: M. Y. Merchant
Title: President



BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 3346
Order No. R-3011

APPLICATION OF SINCLAIR OIL & GAS
COMPANY FOR A WATERFLOOD PROJECT,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on November 23, 1965, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 3rd day of December, 1965, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Sinclair Oil & Gas Company, seeks permission to institute a waterflood project in the Maljamar Pool by the injection of water into the Grayburg-San Andres formations through eight injection wells in Section 24, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

(3) That the wells in the project area are in an advanced state of depletion and should properly be classified as "stripper" wells.

(4) That the proposed waterflood project should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

(5) That the subject application should be approved and the project should be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.

IT IS THEREFORE ORDERED:

(1) That the applicant, Sinclair Oil & Gas Company, is hereby authorized to institute a waterflood project in the Maljamar Pool by the injection of water into the Grayburg-San Andrés formations through the following-described wells in Section 24, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico:

<u>WELL</u>	<u>NO.</u>	<u>UNIT</u>
Johns "B" DE	8	B
Johns "B" DE	12	D
Johns "B" DE	4	F
Johns "B" DE	5	H
Johns "B" DE	10	J
Johns "B" DE	2	L
Johns A-24 DE	2	N
Johns A-24 DE	5	P

(2) That the subject waterflood project is hereby designated the Sinclair Maljamar Johns Waterflood Project and shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.

(3) That monthly progress reports of the waterflood project herein authorized shall be submitted to the Commission in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

GUYTON B. HAYS, Member

S E A L

esr/

A. L. PORTER, Jr., Member & Secretary

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 5169
Order No. R-3011-A

APPLICATION OF ATLANTIC RICHFIELD
COMPANY FOR AN UNORTHODOX OIL WELL
LOCATION AND THE AMENDMENT OF ORDER
NO. R-3011, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 13, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 6th day of March, 1974, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Atlantic Richfield Company, seeks approval for an unorthodox location for the Grayburg-San Andres formation for a well to be drilled at a point 1200 feet from the South line and 1250 feet from the West line of Section 24, Township 17 South, Range 32 East, NMPM, Johns Waterflood Project, Maljamar Pool, Lea County, New Mexico.

(3) That the subject unorthodox location is proposed in order to determine whether infill drilling in the subject waterflood project will result in the recovery of oil which may otherwise not be recovered.

(4) That the SW/4 SW/4 of said Section 24 is to be dedicated to the well.

(5) That a well drilled at the proposed unorthodox location should better enable applicant to produce the oil underlying the proration unit.

(6) That no offset operator objected to the proposed unorthodox location.

(7) That the applicant further seeks the amendment of Commission Order No. R-3011, entered December 3, 1965, to provide for an administrative procedure whereby additional infill wells

may be approved without notice and hearing when such infill wells are to be drilled at unorthodox locations within the Johns Waterflood Project area, and not closer than 330 feet to the outer boundary of said project area nor closer than 10 feet to any quarter quarter section line.

(3) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil in the subject pool, avoid the reduced recovery arising from the drilling of an insufficient number of wells, and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Atlantic Richfield Company, is hereby authorized to drill a well at an unorthodox location at a point 1200 feet from the South line and 1250 feet from the West line of Section 24, Township 17 South, Range 32 East, NMPM, Johns Waterflood Project, Maljamar Pool, Lea County, New Mexico.

(2) That the SW/4 SW/4 of said Section 24 shall be dedicated to the well.

(3) That Commission Order No. R-3011, entered December 3, 1965, is hereby amended to provide that the Secretary-Director of the Commission may approve the drilling of wells at unorthodox locations within the Johns Waterflood Project area without notice and hearing.

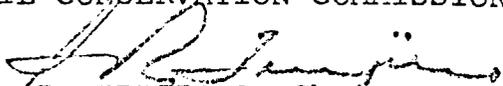
PROVIDED THAT an application for such unorthodox location is filed in such form, style, numbers, and with such notice and waiting period as may be required by paragraphs 2 and 3 of Commission Rule 104 F, or such rule as it may be revised.

PROVIDED FURTHER, that such application is for a well to be located no closer than 330 feet to the outer boundary of the Johns Waterflood Project area nor closer than 10 feet to any quarter quarter section line.

(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member


A. L. PORTER, JR., Member & Secretary



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

OIL CONSERVATION DIVISION RECEIVED
'93 JUL 19 AM 9 49

BRUCE KING
GOVERNOR

July 15, 1993

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:
MC _____
DHC _____
NSL X _____
NSP _____
SWD _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

The Wiser Oil Co.	Johns B-DE	#15-B	24-17-32
Operator	Lease & Well No.	Unit	S-T-R

and my recommendations are as follows:

OK

Yours very truly,
Jerry Sexton
Jerry Sexton
Supervisor, District 1

/ed