

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTS-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 - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [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

- [D] Other: Specify _____

- [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] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Crissa D. Carter
Print or Type Name

Crissa D. Carter
Signature

Production Analyst
Title

3/6/02
Date

ccarter@pvtnetworks.net
e-mail Address

MACK ENERGY CORPORATION

Post Office Box 960
Artesia, New Mexico 88211-0960
(505) 748-1288 / FAX (505) 746-9539

March 5, 2002

*Oil Conservation Division
Attn: Mike Stogner
2040 South Pacheco
Santa Fe, NM 87505*

Dear Mr. Stogner:

Mack Energy Corporation respectfully requests an administrative approval without notice and hearing of the following unorthodox well location.

Because of our desire to drill this well in a timely manner, we also request your approval be expedited. The well location and legal description is as follows:

*Schley Federal #13
1525 FNL & 990 FWL
Sec. 29, T17S, R29E
Eddy County, New Mexico*

The well will be completed in the Paddock formation in the East Empire Yeso Pool.

Attached to this application are the following exhibits.

- A.) Well location and acreage dedication plat (form C-102) filed with the Artesia office of the Oil Conservation Division (Exhibit A).*
- B.) A plat showing the proposed unorthodox locations, the respective proration units, and the offsetting proration units (Exhibit B).*
- C.) A map showing the reason for the unorthodox location, the original location would have fallen on top of or too close to an existing gas pipeline (Exhibit C).*
- D.) A lease & well location map showing that there is 1 well staked 2 producing wells and 1 other possible locations for effective 10-acre spacing on this particular 40-acre tract (Exhibit D).*

Oil Conservation Division

March 5, 2002

Page 2

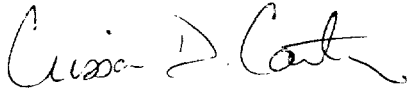
Moving the location 125' to the north will give the distance needed to build a location away from the gas pipeline. The location would have to be moved approximately 300' south to get away from the pipeline to make it orthodox. This would leave less than adequate distance between this well and the producing well to the south. There are no other possible orthodox locations for this well due to future locations being located on 10-acre spacing.

Also, please find the attached Signature Page in which all working interest owners have approved the unorthodox location.

Thank you for your assistance in this matter. If you have any questions, please feel free to call.

Sincerely,

MACK ENERGY CORPORATION

A handwritten signature in cursive script, appearing to read "Crissa D. Carter".

*Crissa D. Carter
Production Analyst*

CDC/jws

Enclosures

SIGNATURE PAGE

The undersigned approves of Mack Energy Corporation's request to drill the following unorthodox Location. This well encroaches the NW/4 NW/4 Sec 29 T17S R29E.

Schley Federal #13
1525 FNL 990 FWL
Sec 29 T17S R29E

TEXACO EXPLORATION AND PRODUCTION INC.

By: Scott M. Ingram

Date: 3/7/02

CHASE OIL CORPORATION

By: Robert C. Chase
Robert C. Chase, President

Date: 3/7/02

MACK C. AND MARILYN Y. CHASE
TRUST, U/T/A DATED 11/21/83

By: Mack C. Chase
Mack C. Chase, Trustee

Date: 3/7/02

ROBERT C. CHASE

By: Robert C. Chase
Robert C. Chase

Date: 3/7/02

RICHARD L. CHASE

By: Richard L. Chase
Richard L. Chase

Date: 3/7/02

GERENE DIANNE CHASE CROUCH
Dealing in her sole and separate property

By: Rebecca S. Ericson
Rebecca S. Ericson, Attorney-in-Fact

Date: 3/7/02

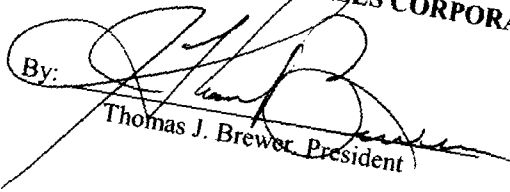
BILL W. CHASE

By: Bill W. Chase
Bill W. Chase

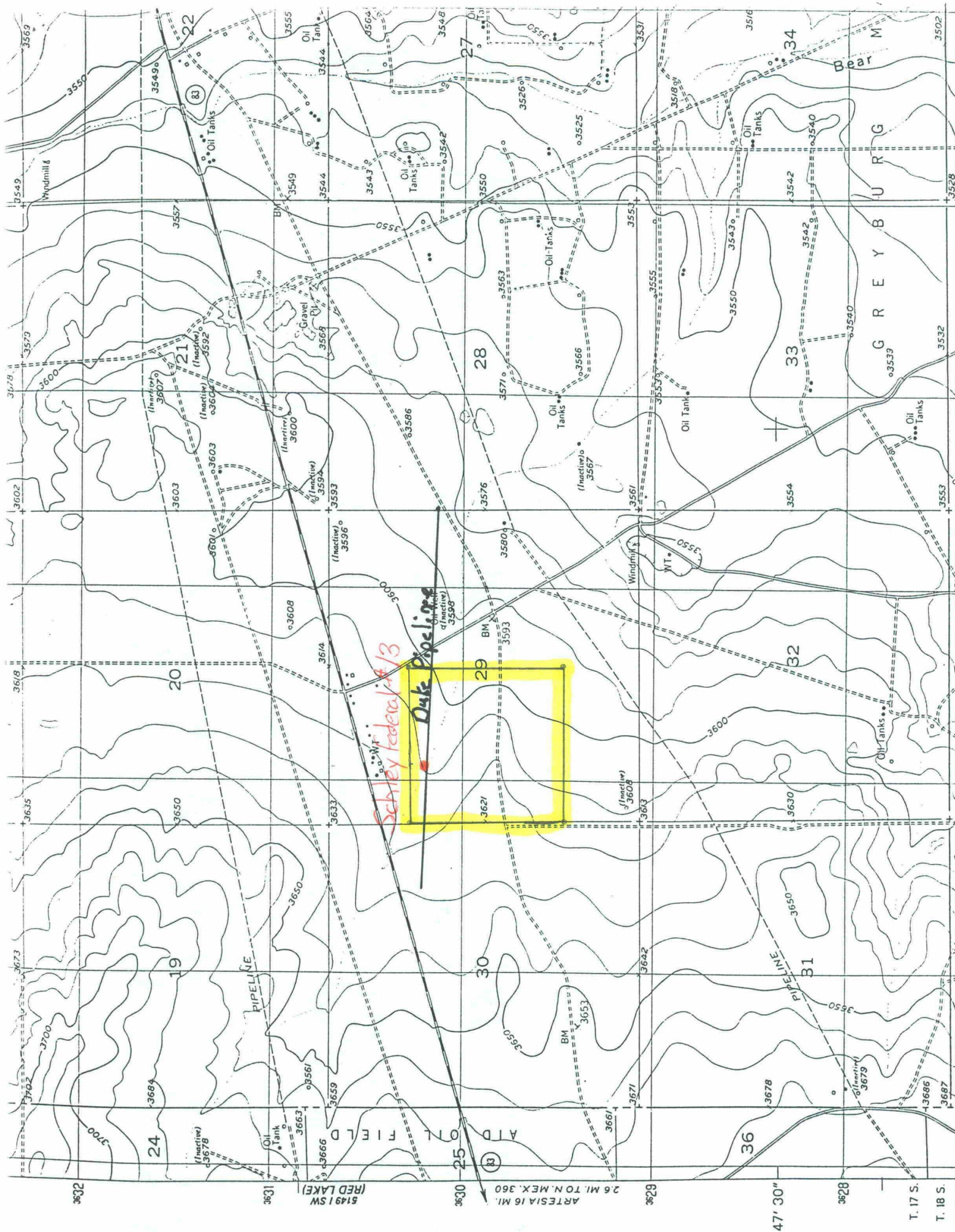
Date: 3/7/02

BUCKHORN ENTERPRISES CORPORATION

By:


Thomas J. Brewer, President

Date: 3/7/02



[illegible]

FAXDate: 3-13-02Number of pages including cover sheet: 2

To:

OCDAttn: Mike Stegner

Phone:

Fax phone: (505) 476-3471

CC:

From:

Mack Energy Corp

Phone:

(505) 748-1288

Fax phone:

(505) 746-9539

REMARKS:

☐

Urgent

☐

For your review

☐

Reply ASAP

☐

Please comment

Sorry about leaving this out, Thankyou

Jimmy W. Shenell

MIKE — I called her for this.
Will

DISTRICT I
P.O. Box 1880, Hobbs, NM 88341-1880

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0718

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

DISTRICT IV
P.O. Box 2088, Santa Fe, N.M. 87504-2088

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Form C-102
Revised February 10, 1984
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number		Pool Code	Pool Name
		96610	East Empire Yeso
Property Code	Property Name		Well Number
022367	SCHLEY FEDERAL		13
OGRID No.	Operator Name		Elevation
013837	MACK ENERGY CORPORATION		3610'

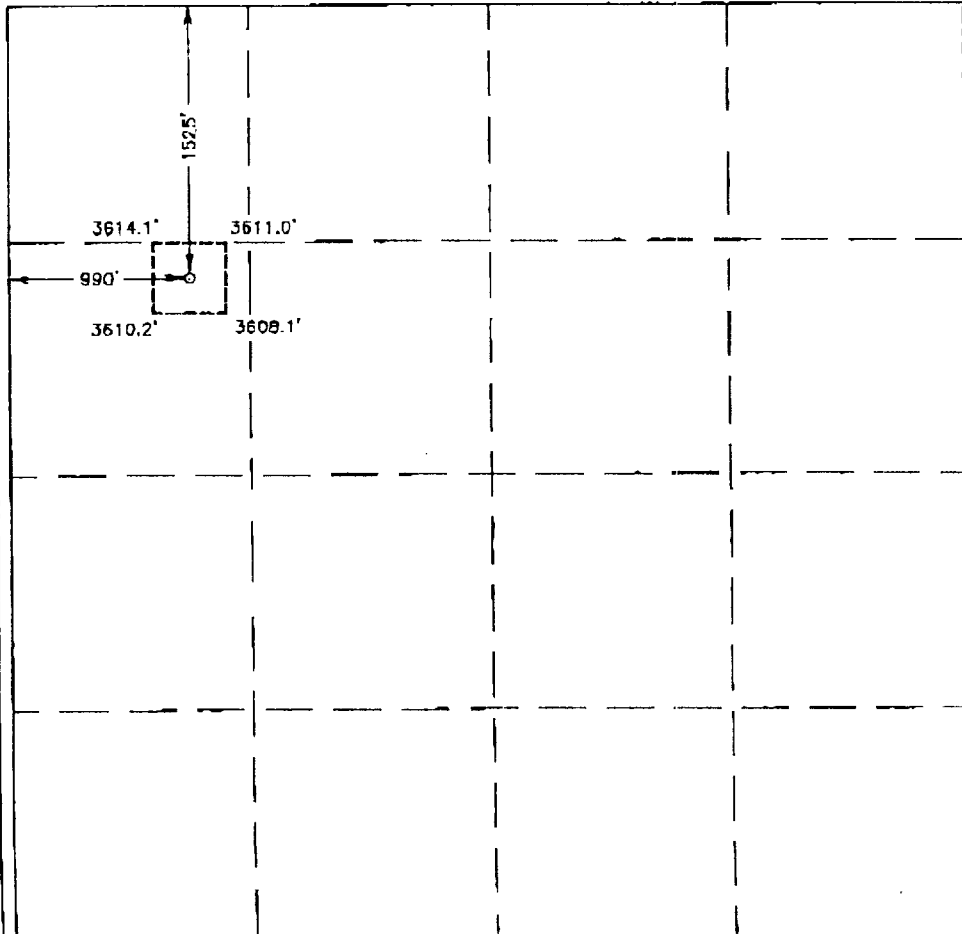
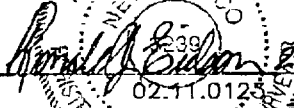
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	29	17-S	29-E		1525	NORTH	990	WEST	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		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 that the information contained herein is true and complete to the best of my knowledge and belief.  Signature Jerry W. Sherrell Printed Name Production Clerk Title 2/28/2002 Date
	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. FEBRUARY 19, 2002 Date Surveyed  Signature Professional Surveyor 02.11.0125 Certification No.
	AWB J. EIDSON 02/20/02
	Certified by: RONALD J. EIDSON 5289 Professional Surveyor 12641

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

03/14/02 08:52:
OGOMES -TQ
PAGE NO:

Sec : 29 Twp : 17S Rng : 29E Section Type : NORMAL

***	***	***	***	***	***	B	A
						40.00	40.00
Federal owned			Federal owned			Federal owned	
A A			A A			A A A	
E			F			G	
40.00			40.00			40.00	
Federal owned			Federal owned			Federal owned	
U			U				
A A A			A A A			A A A A A	

PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

PF05
PF11

PF06
PF12

CMD :
OG5SECTONGARD
INQUIRE LAND BY SECTION03/14/02 08:52:
OGOMES -TQ
PAGE NO:

Sec : 29 Twp : 17S Rng : 29E Section Type : NORMAL

L 40.00 Federal owned U A A A A	K 40.00 Federal owned U A A A A A	J 40.00 Federal owned A A	I 40.00 Federal owned A A C A C
M 40.00 Federal owned A	N 40.00 Federal owned A	O 40.00 Federal owned	P 40.00 CS B01266 0009 CHASE OIL CORPO 01/05/4 A A

PF01 HELP
PF07 BKWDPF02
PF08 FWDPF03 EXIT
PF09 PRINTPF04 GoTo
PF10 SDIVPF05
PF11PF06
PF12

CMD :
OG6IWCM

ONGARD
INQUIRE WELL COMPLETIONS

03/14/02 08:54:
OGOMES -TQ

API Well No : 30 15 30303 Eff Date : 11-21-1998 WC Status : A
Pool Idn : 96610 EMPIRE; YESO, EAST
OGRID Idn : 13837 MACK ENERGY CORP
Prop Idn : 22367 SCHLEY FEDERAL

Well No : 007
GL Elevation: 3617

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/
	---	---	-----	-----	-----	-----	-----
B.H. Locn	: E	29	17S	29E	FTG 1710 F N FTG	330 F W	P
Lot Identifier:							
Dedicated Acre:							
Lease Type	: F						
Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O)							

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

CMD : ONGARD 03/14/02 08:54:
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQ
 Page No:

OGRID Identifier : 13837 MACK ENERGY CORP
 Pool Identifier : 96610 EMPIRE; YESO, EAST
 API Well No : 30 15 30303 Report Period - From : 01 2000 To : 01 2002

API Well No	Property Name	Prod. Days		Production Volumes			We
		MM/YY	Prod	Gas	Oil	Water	
30 15 30303	SCHLEY FEDERAL	01 00	31	2879	1654	4944	P
30 15 30303	SCHLEY FEDERAL	02 00	29	2648	1457	5204	P
30 15 30303	SCHLEY FEDERAL	03 00	31	2240	1616	4326	P
30 15 30303	SCHLEY FEDERAL	04 00	30	2575	1369	4169	P
30 15 30303	SCHLEY FEDERAL	05 00	31	2264	1398	3746	P
30 15 30303	SCHLEY FEDERAL	06 00	30	2193	1481	8501	P
30 15 30303	SCHLEY FEDERAL	07 00	31	1674	2226	10881	P

Reporting Period Total (Gas, Oil) :

M0025: Enter PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD :
OG6IPRD

ONGARD
INQUIRE PRODUCTION BY POOL/WELL

03/14/02 08:54:
OGOMES -TQ
Page No:

OGRID Identifier : 13837 MACK ENERGY CORP
Pool Identifier : 96610 EMPIRE; YESO, EAST
API Well No : 30 15 30303 Report Period - From : 01 2000 To : 01 2002

API Well No	Property Name	Prod. Days		Production Volumes			We
		MM/YY	Prod	Gas	Oil	Water	
30 15 30303	SCHLEY FEDERAL	08 00	31	957	2116	5702	P
30 15 30303	SCHLEY FEDERAL	09 00	30	961	1736	4048	P
30 15 30303	SCHLEY FEDERAL	10 00	31	1425	1694	3830	P
30 15 30303	SCHLEY FEDERAL	11 00	30	1272	1538	3599	P
30 15 30303	SCHLEY FEDERAL	12 00	31	1374	1595	2673	P
30 15 30303	SCHLEY FEDERAL	01 01	31	1423	1460	2916	P
30 15 30303	SCHLEY FEDERAL	02 01	28	1241	1399	2927	P

Reporting Period Total (Gas, Oil) :

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 03/14/02 08:54:
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQ
 Page No:

OGRID Identifier : 13837 MACK ENERGY CORP
 Pool Identifier : 96610 EMPIRE; YESO, EAST
 API Well No : 30 15 30303 Report Period - From : 01 2000 To : 01 2002

API Well No	Property Name	Prod. Days			Production Volumes			We
		MM/YY	Prod		Gas	Oil	Water	
30 15 30303	SCHLEY FEDERAL	03 01	31		1329	1489	2946	P
30 15 30303	SCHLEY FEDERAL	04 01	30		1174	1411	2922	P
30 15 30303	SCHLEY FEDERAL	05 01	31		1218	1437	3005	P
30 15 30303	SCHLEY FEDERAL	06 01	30		1183	1316	2459	P
30 15 30303	SCHLEY FEDERAL	07 01	31		1153	1348	2673	P
30 15 30303	SCHLEY FEDERAL	08 01	31		1125	1323	2128	P
30 15 30303	SCHLEY FEDERAL	09 01	24		902	1050	2215	P

Reporting Period Total (Gas, Oil) :

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 03/14/02 08:54:
OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQ
Page No:

OGRID Identifier : 13837 MACK ENERGY CORP
Pool Identifier : 96610 EMPIRE; YESO, EAST
API Well No : 30 15 30303 Report Period - From : 01 2000 To : 01 2002

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	We St
30 15 30303	SCHLEY FEDERAL	10 01 31	1093 1313 2615	P
30 15 30303	SCHLEY FEDERAL	11 01 30	900 1492 4543	P
30 15 30303	SCHLEY FEDERAL	12 01 31	758 1567 3386	P

Reporting Period Total (Gas, Oil) : 35961 36485 96358

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 03/14/02 08:53:
OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TQ

API Well No : 30 15 30302 Eff Date : 10-29-1998 WC Status : A
Pool Idn : 96610 EMPIRE; YESO, EAST
OGRID Idn : 13837 MACK ENERGY CORP
Prop Idn : 22367 SCHLEY FEDERAL

Well No : 005
GL Elevation: 3612

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/
	---	---	-----	-----	-----	-----	-----
B.H. Locn : E	29	17S	29E	FTG 2230 F N	FTG 990 F W	P	
Lot Identifier:							
Dedicated Acre: 40.00							
Lease Type : F							
Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :							

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

CMD : ONGARD 03/14/02 08:54:
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQ
 Page No:

OGRID Identifier : 13837 MACK ENERGY CORP
 Pool Identifier : 96610 EMPIRE; YESO, EAST
 API Well No : 30 15 30302 Report Period - From : 01 2000 To : 01 2002

API Well No	Property Name	Prod. MM/YY	Days Prod	Production Volumes Gas	Oil	Water	We St
30 15 30302	SCHLEY FEDERAL	01 00	31	3156	1806	4376	P
30 15 30302	SCHLEY FEDERAL	02 00	29	2902	1591	4606	P
30 15 30302	SCHLEY FEDERAL	03 00	31	2455	1766	3829	P
30 15 30302	SCHLEY FEDERAL	04 00	30	2822	1494	3690	P
30 15 30302	SCHLEY FEDERAL	05 00	31	2481	1526	3315	P
30 15 30302	SCHLEY FEDERAL	06 00	30	2404	1619	7524	P
30 15 30302	SCHLEY FEDERAL	07 00	31	1835	2431	9630	P

Reporting Period Total (Gas, Oil) :

M0025: Enter PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 03/14/02 08:54:
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQ
 Page No:

OGRID Identifier : 13837 MACK ENERGY CORP
 Pool Identifier : 96610 EMPIRE; YESO, EAST
 API Well No : 30 15 30302 Report Period - From : 01 2000 To : 01 2002

API Well No	Property Name	Prod. Days		Production Volumes			We
		MM/YY	Prod	Gas	Oil	Water	
30 15 30302	SCHLEY FEDERAL	08 00	31	1049	2311	5047	P
30 15 30302	SCHLEY FEDERAL	09 00	30	1054	1894	3583	P
30 15 30302	SCHLEY FEDERAL	10 00	31	1562	1850	3390	P
30 15 30302	SCHLEY FEDERAL	11 00	30	1394	1680	3186	P
30 15 30302	SCHLEY FEDERAL	12 00	31	1506	1742	2366	P
30 15 30302	SCHLEY FEDERAL	01 01	31	1559	1594	2581	P
30 15 30302	SCHLEY FEDERAL	02 01	28	1360	1528	2591	P

Reporting Period Total (Gas, Oil) :

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PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 03/14/02 08:54:
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 Page No:

OGRID Identifier : 13837 MACK ENERGY CORP
 Pool Identifier : 96610 EMPIRE; YESO, EAST
 API Well No : 30 15 30302 Report Period - From : 01 2000 To : 01 2002

API Well No	Property Name	Prod. Days			Production Volumes			We
		MM/YY	Prod		Gas	Oil	Water	
30 15 30302	SCHLEY FEDERAL	03 01	31		1457	1626	2607	P
30 15 30302	SCHLEY FEDERAL	04 01	30		1286	1541	2586	P
30 15 30302	SCHLEY FEDERAL	05 01	31		1336	1568	2659	P
30 15 30302	SCHLEY FEDERAL	06 01	30		1297	1437	2176	P
30 15 30302	SCHLEY FEDERAL	07 01	31		1264	1473	2366	P
30 15 30302	SCHLEY FEDERAL	08 01	31		1234	1445	1884	P
30 15 30302	SCHLEY FEDERAL	09 01	30		1236	1433	2450	P

Reporting Period Total (Gas, Oil) :

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 03/14/02 08:54:
 OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TQ
 Page No:

OGRID Identifier : 13837 MACK ENERGY CORP
 Pool Identifier : 96610 EMPIRE; YESO, EAST
 API Well No : 30 15 30302 Report Period - From : 01 2000 To : 01 2002

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	We St
30 15 30302	SCHLEY FEDERAL	10 01 31	1198 1434 2314	P
30 15 30302	SCHLEY FEDERAL	11 01 30	986 1628 4021	P
30 15 30302	SCHLEY FEDERAL	12 01 31	831 1712 2997	P

Reporting Period Total (Gas, Oil) : 39664 40129 85774

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PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12