

MACK ENERGY CORPORATION

Post Office Box 1359
Artesia, New Mexico 88211-1359
(505) 748-1288 / FAX (505) 746-2362

CONSERVATION DIVISION
RECEIVED
'93 JUL 22 AM 9 24

July 19, 1993

Mr. David R. Catanach
NMOCD
State Land Office Building
P.O. Box 2088
Santa Fe, New Mexico 87503

RE: Request for Administrative Approval
Unorthodox Well Location
Leaker CC Well #9
NW/4 SE/4 Sec.16 T17S R32E
Lea County, New Mexico

Dear Mr. Catanach:

Mack Energy Corporation proposes to recomplete the referenced well in the Queen Formation in the Maljamar Queen (Gas) Field.

A standard proration unit to contain 160 acres would comprise the southeast quarter of the section, which would include 80 acres, being the south half of the southeast quarter which is leased by Conoco. Furthermore, the well is situated 2310' from the east line and 1650' from the south line of the section which is an unorthodox location.

We requested that Conoco join us in a 160 acre standard unit and they declined; however, they have agreed to waive any objection to the location (please see the attached letter from Conoco).

We wish to proceed with the recompletion of the well on a 80 acre proration basis (comprising the north half of the southeast quarter) with the understanding that we will receive a proportionately reduced gas allowance for the well.

Enclosed is a plat which identifies the location of the well and demonstrates that Conoco is the only other party which directly offsets the subject well.

Leaker CC #9
Unorthodox Location
July 19, 1993
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We respectfully request administrative approval of our
unorthodox location.

Sincerely,

Mack Energy Corporation



James D. Brown, Jr.

JDBJ/ss
Enclosures

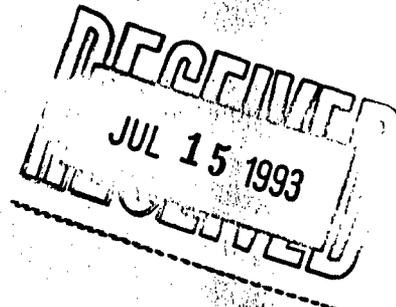
cc Mr. J.T. Sexton
NMOCD - Hobbs, NM



Mike J. Johnson
Staff Landman
Midland Division
Exploration Production

Conoco Inc.
10 Desta Drive, Suite 100W
Midland, Texas 79705-4500
(915) 686-5547

July 13, 1993



Mack Energy Corporation
P.O. Box 1359
Artesia, New Mexico 88211-1359

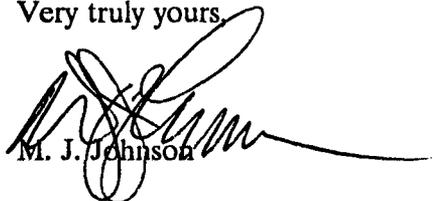
**Re: Proposed Queen Gas Recompletion
Leaker "CC" Well No. 9
NW/4 SE/4 Section 16, T17S-R32E
Lea County, New Mexico
L-88913**

Gentlemen:

Please be advised that Conoco does not wish to participate in the recompletion of the subject well and, therefore, will not be contributing its leasehold in S/2 SE/4 Section 16, T17S-R32E to the proposed 160-acre proration unit.

Per your request, Conoco is waiving any objection to your unorthodox location for the recompletion of the subject well.

Very truly yours,


M. J. Johnson

OIL CONSERVATION DIVISION

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

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

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

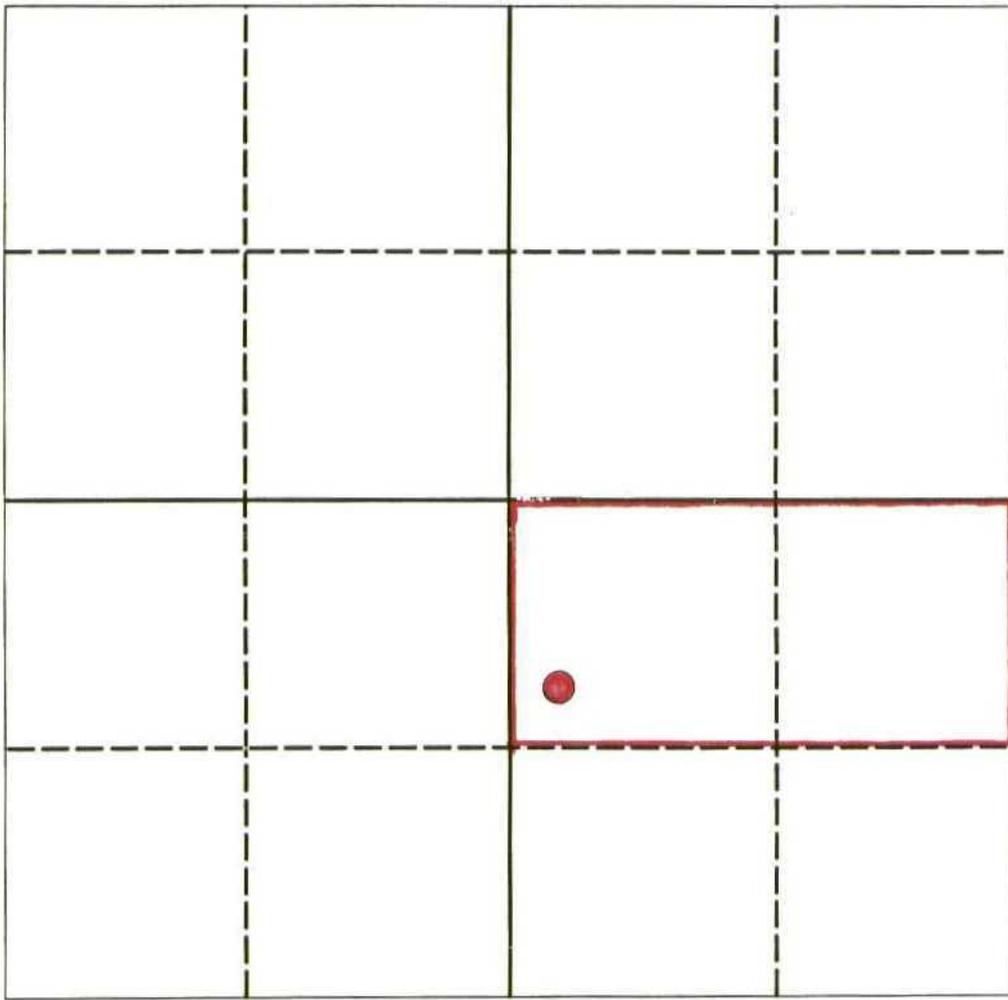
Operator Mack Energy Corporation			Lease Leaker CC		Well No. 9
Unit Letter J	Section 16	Township 17S	Range 32E	County NMPM Lea	
Actual Footage Location of Well: 2310 feet from the East line and 1650 feet from the South line					
Ground level Elev.	Producing Formation Queen		Pool Maljamar	Dedicated Acreage: 80 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure 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: *[Handwritten Signature]*

James D. Brown, Jr.
Printed Name

Landman
Position

Mack Energy Corporation
Company

July 21, 1993
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 knowledge and belief.

Date Surveyed _____

Signature & Seal of Professional Surveyor _____

Certificate No. _____

