

MACK ENERGY CORPORATION

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

April 6, 2001

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 pursuant to Order R-7808 of the New Mexico Oil Conservation Division.

The well location and legal description is as follows:

McIntyre B #9
1650 FSL & 1100 FWL
Sec. 20-T17S-R30E
Eddy County, New Mexico

The well will be completed in the Paddock formation in the Loco Hills Paddock 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 location, 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 to close to the McIntyre B #3. We could not move the location north or west to avoid a buried gas line and existing power lines (Exhibit C).

Oil Conservation Division

April 6, 2001

Page 2

This well is on 10 acre spacing in the Loco Hills Paddock Pool.

Please note that Mack Energy Corporation is the operator of the offsetting proration units in which we are encroaching upon in the Paddock formation of the Loco Hills Paddock Pool, therefore no other operators are required to be notified.

Thank you for your assistance in this matter. If you have any questions, please feel free to call me at (505) 748-1288.

Sincerely,

MACK ENERGY CORPORATION

A handwritten signature in black ink, appearing to read "Crissa D. Carter". The signature is fluid and cursive, with the first name "Crissa" being the most prominent part.

*Crissa D. Carter
Production Analyst*

CDC/jws

Enclosures

State of New Mexico

DISTRICT I

P.O. Box 1980, Hobbs, NM 88241-1980

Energy, Minerals and Natural Resources Department

Form C-102

Revised February 10, 1994

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

DISTRICT II

P.O. Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT III

1000 Rio Brazos Rd., Artec, NM 87410

DISTRICT IV

P.O. BOX 2088, SANTA FE, N.M. 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number 30-015-21722	Pool Code 96718	Pool Name Loco Hills Paddock
Property Code 018385	Property Name Mc INTYRE B	Well Number 9
OGRID No. 013837	Operator Name MACK ENERGY CORPORATION	Elevation 3627'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	20	17-S	30-E		1650	SOUTH	1100	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 10	Joint or Infill	Consolidation Code	Order No.						

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 Crissa D. Carter Printed Name Production Analyst Title 4/6/2001 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. MARCH 26, 2001 Date Surveyed	Signature & Seal of Professional Surveyor 01-11-0359 Certificate No. RONALD J. KIDSON 3239 GARY KIDSON 12841
	Signature & Seal of Professional Surveyor 01-11-0359 Certificate No. RONALD J. KIDSON 3239 GARY KIDSON 12841	
	Signature & Seal of Professional Surveyor 01-11-0359 Certificate No. RONALD J. KIDSON 3239 GARY KIDSON 12841	

SIGNATURE PAGE

The undersigned approves of Mack Energy Corporation's request to drill the following unorthodox Location. This well encroaches the NE/4 SW/4, SE/4 SW/4 Sec 20 T17S R30E.

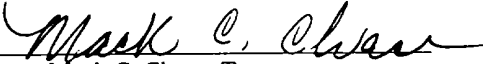
McIntyre B #9
1650 FSL 1100 FWL
Sec 20 T17S R30E

CHASE OIL CORPORATION

By: 
Robert C. Chase, President

Date: 4/9/01

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

By: 
Mack C. Chase, Trustee

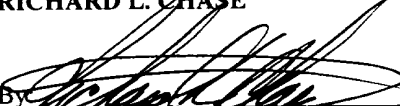
Date: 4/9/01

ROBERT C. CHASE

By: 
Robert C. Chase

Date: 4/9/01

RICHARD L. CHASE

By: 
Richard L. Chase

Date: 4/9/01

GERENE DIANNE CHASE CROUCH
Dealing in her sole and separate property

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

Date: 4/9/01

MARK T. BREWER

By: 
Mark T. Brewer

Date: 4/9/01

