

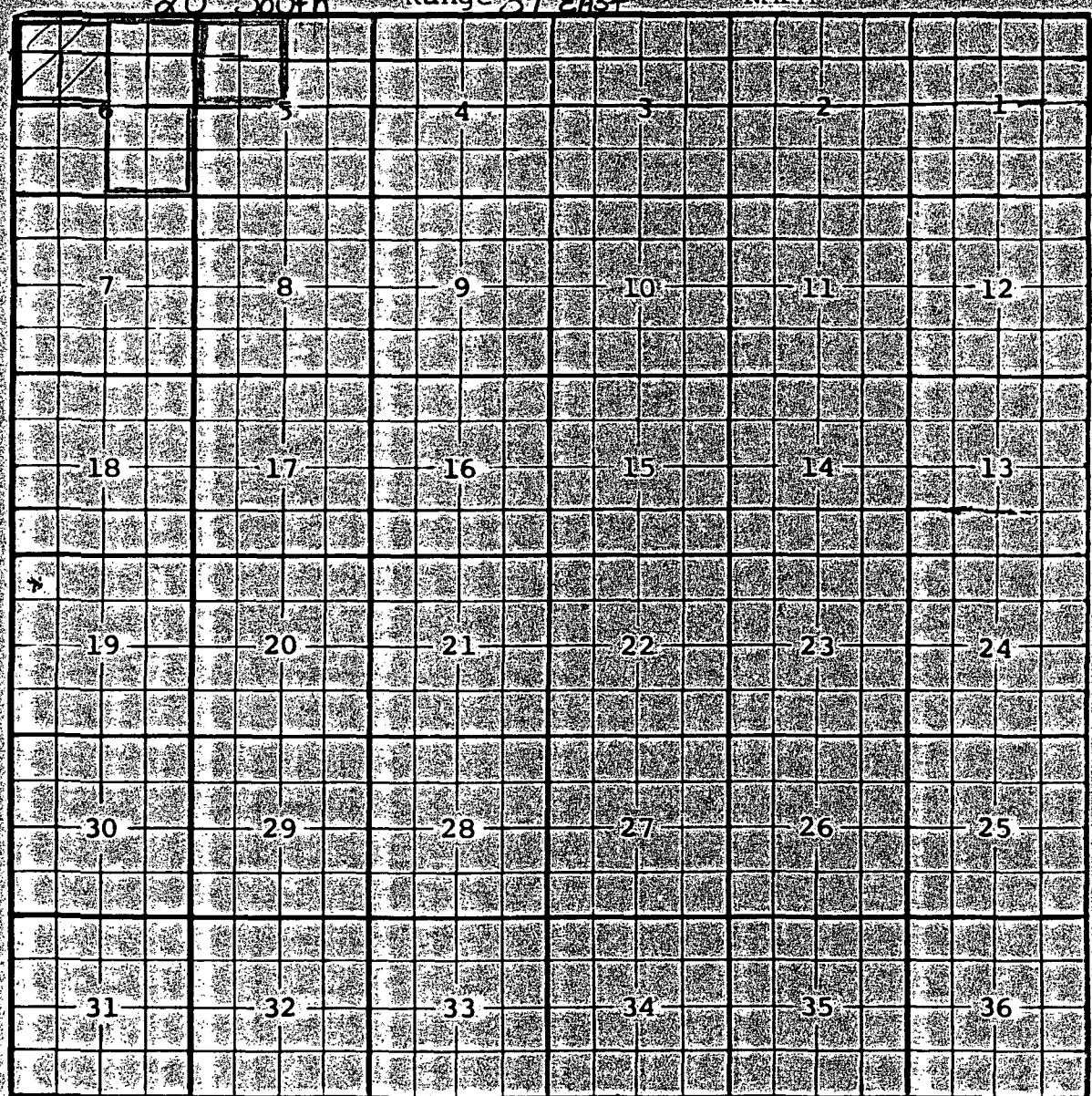
county Lea

pool House - Yates Seven Rivers Pool ^{Gas}

TOWNSHIP 20 South

Range 39 East

NMPM



Description: sec. 5 NW/4 (R-7048, 8-9-82)

Ext: E/2 sec. 6 (R-8024, 8-30-85) Ext: NW/4 sec. 6 (R-8451, 6-3-82)

Blank lines for additional notes or signatures.

MELZER EXPLORATION COMPANY, INC.

1155 TWO FIRST CITY CENTER
P. O. BOX 2083
MIDLAND, TEXAS 79702-2083

OIL CONSERVATION DIVISION
RECEIVED

91 SEP 19 AM 8 55

L. S. MELZER
OFF. (915) 682-1627
L. STEPHEN MELZER
OFF. (915) 682-7664

H. SCOTT DAVIS
OFF. (915) 682-7664

September 16, 1991

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504

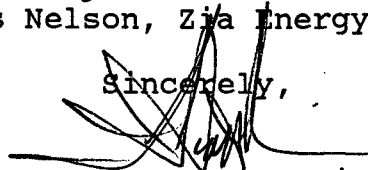
Attention: M. Stogner

Re: Bilberry #2
Unorthodox Location
Lea County, New Mexico

Dear Sir:

Attached please find the original and two copies of a Letter of Waiver executed by Farris Nelson, Zia Energy, Inc.

Sincerely,



H. Scott Davis

:kcs
Attachments

September 5, 1991

Melzer Exploration Company
P.O. Box 2083
Midland, Texas 79702

LETTER OF WAIVER

Re: Melzer Exploration Company
#2 Bilberry
2080' FNL, 1980' FWL, Sec. 6,
T20S, R39E, Lea Co., N.M.

Dear Sir,

The undersigned is an offset operator to the captioned. By this letter the undersigned hereto waives all objection to Melzer Exploration Company drilling and completing the captioned well at the below described "unorthodox location":

Melzer Exploration Company #2 Bilberry to be drilled 2080' from the north line and 1980' from the west line of Section 6, Township 20 South, Range 39 East, Lea County, New Mexico.

Zia Energy, Inc.
Operator

Farris Nelson 9/12/91
By Date

Farris Nelson President
Print Name and Title

MELZER EXPLORATION COMPANY, INC.
1155 TWO FIRST CITY CENTER
P. O. BOX 2083
MIDLAND, TEXAS 79702-2083

L. S. MELZER
OFF. (915) 682-1627
L. STEPHEN MELZER
OFF. (915) 682-7664

October 18, 1991

H. SCOTT DAVIS
OFF. (915) 682-7664

Mr. Michael Stogner
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504

Re: Melzer Exploration Company
#2 Bilberry
API No. 0-025-31375
House Field
Lea Co., New Mexico

Dear Mr. Stogner,

Enclosed please find facsimile copy of MGF Oil Corporations Waiver of Objection to our unorthodox location for the captioned well. You will recall that this office forwarded approved waivers from all other offsetting operators along with our explanation of the need for approval of this location on September 5, 1991. Hopefully the enclosure satisfactorily completes the paperwork required for approval of our request for a location exception.

Please advise if you require any additional documentation and also how soon we can expect approval. We have drilled the well and are preparing to test it's deliverability we are anxious to be able to start selling gas as soon as possible. Thank you for your help and advise in this procedure.

Sincerely,


H. Scott Davis

September 5, 1991

Melzer Exploration Company
P.O. Box 2083
Midland, Texas 79702

LETTER OF WAIVER

Re: Melzer Exploration Company
#2 Bilberry
2080' FNL, 1980' FWL, Sec. 6,
T20S, R39E, Lea Co., N.M.

Dear Sir,

The undersigned is an offset operator to the captioned. By this letter the undersigned hereto waives all objection to Melzer Exploration Company drilling and completing the captioned well at the below described "unorthodox location":

Melzer Exploration Company #2 Bilberry to be drilled 2080' from the north line and 1980' from the west line of Section 6, Township 20 South, Range 39 East, Lea County, New Mexico.

M&P Corporation
Operator

By James Wakefield 10/15/91
Date

James T. Wakefield Regional Revenue Engr. Mgr.
Print Name and Title

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MELZER EXPLORATION COMPANY, INC.
1155 TWO FIRST CITY CENTER
P. O. BOX 2083
MIDLAND, TEXAS 79702-2083

L. S. MELZER
OFF. (915) 682-1627
L. STEPHEN MELZER
OFF. (915) 682-7664

October 21, 1991

H. SCOTT DAVIS
OFF. (915) 682-7664

Mr. Michael Stogner
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504

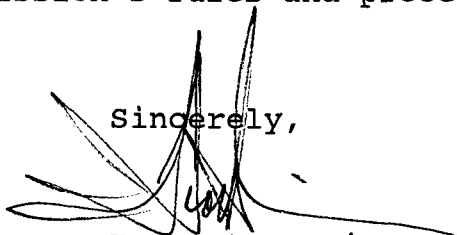
Re: Administrative Order NSL-3061

Dear Mr. Stogner,

We are in receipt of your correspondence dated October 8, 1991 regarding the captioned order. The order grants a non-standard location for our #2 Bilberry gas well in the NW/4 equivalent of Section 6-T29S, R39E, Lea County and at the same time relates the well to a "40 acre, more or less, oil spacing unit for said pool". Please advise if I am correctly interpreting this to mean that the #2 Bilberry is approved on a gas proration unit but is subject to the spacing rules (in terms of distance from lease lines) relative to the oil wells.

Again, thank you for your assistance in getting better acquainted with the Commission's rules and procedures.

Sincerely,

A handwritten signature in dark ink, appearing to be "H. Scott Davis", written over a horizontal line.

H. Scott Davis

MELZER
OIL CONSERVATION DIVISION
RECEIVED

MELZER EXPLORATION COMPANY, INC.
1155 TWO FIRST CITY CENTER
P. O. BOX 2083
MIDLAND, TEXAS 79702-2083

L. S. MELZER
OFF. (915) 682-1627
L. STEPHEN MELZER
OFF. (915) 682-7664

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October 23, 1991

H. SCOTT DAVIS
OFF. (915) 682-7664

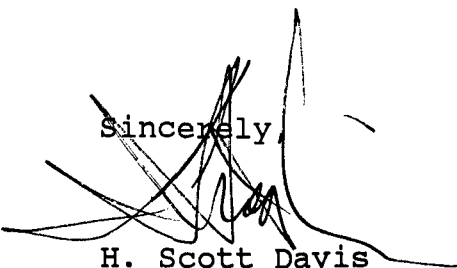
Mr. Michael Stogner
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504

Re: Letter of Waiver
#2 Bilberry
NSL-3061

Dear Mr. Stogner:

Attached please find our original Letter of Waiver from MGF Corporation to Melzer Exploration Company for the above referenced property.

Sincerely,


H. Scott Davis

:kcs
Attachment