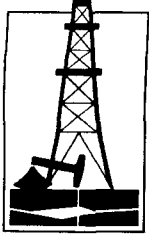


29855735

AMEND NSP

11/8/00

**Gruy Petroleum Management Co.**

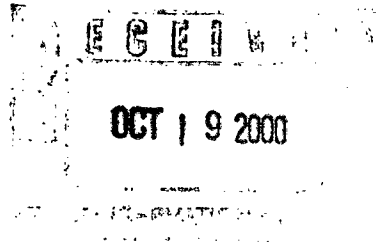
600 East Las Colinas Blvd. ♦ Suite 1100 ♦ Irving, TX 75039 ♦ (972) 401-3111 ♦ Fax (972) 443-6450

Mailing Address: P.O. Box 140907 ♦ Irving, TX 75014-0907

A subsidiary of Magnum Hunter Resources, Inc. • An American Stock Exchange Company • "MHR"

September 27, 2000

New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe New Mexico 87505
Attn: Ms. Lori Wrotenberg



Re: Cooper State No. 3
SW/4 2-24S-36E
Lea County New Mexico

Dear Ms. Wrotenberg:

The referenced well was permitted as a Jalmat gas well, but completed as a Jalmat oil well. The SW/4 of section 2-24S-36E was previously approved as a non-standard proration unit under administrative order NSP-1028. The Cooper State No. 1 and 2 wells are currently simultaneously dedicated in the subject unit, under administrative order NSL-983. Administrative order SD-99-12 authorizes simultaneous dedication of the Cooper State 3 well with the existing Cooper State 1 and 2 wells in the 160-acre Jalmat gas proration unit. It will be necessary to modify NSP-1028 to decrease the Jalmat proration unit to 120 acres.

In this regard, Gruy Petroleum Management Co. is requesting administrative approval of our application to reduce NSP-1028 to 120 acres. A copy of this letter and attachments has been furnished by Certified Mail to offset operators as notice of this application.

If you have any questions or require additional information concerning this application, please contact me at 972-443-6489.

Yours truly,

Zeno Farris
Manager, Operations Administration

Cc: N.M.O.C.D. – Hobbs

**S/2SW/4, NE/4SW/4, Section 2, Township 24S, Range 36E
Lea County, New Mexico**

RE: Application to Amend NSP-1028 to 120 Acres

Notification of Offset Operators:

Texaco Exploration & Production, Inc.
P.O. Box 3109
Midland, Texas 79702

Lewis B. Burleson
P.O. box 2479
Midland, Texas 79702

Tennison Oil Company 8140 Walnut Hill Lane
Suite 601
Dallas, Texas 75231

Randall Properties
P.O. Box 187
Midland, Texas 79701

David H. Arrington
P.O. Box 2071
Midland, Texas 79704

MW Petroleum Corporation
2000 Post Oak Blvd.
Suite 100
Houston, Texas 77056

Larry Nermyr
2438 Whitmire Blvd., #9E
Midland, Texas 79705

Jack Fletcher
P.O. Box 10887
Midland, Texas 79702

James Burr
25005 Emmerson
Midland, Texas 79705

James A. Davidson
P.O. Box 494
Midland, Texas 79702

George R. Jones
P.O. Box 10253
Midland, Texas 79702

Please find attached evidence that the above listed companies have been sent copies of the NSP-1028 amendment request.

Z 412 471 494

US Postal Service

Receipt for Certified Mail

MW Petroleum Corporation
2000 Post Oak Blvd.
Suite 100
Houston, Texas 77056

Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.35
Postmark or Date	

PS Form 3800, April 1995

Z 412 471 493

US Postal Service

Receipt for Certified Mail

George R. Jones
P.O. Box 10253
Midland, Texas 79702

Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.35
Postmark or Date	

PS Form 3800, April 1995

Z 412 471 495

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Sent to	David H. Arrington
Street & Number	P.O. Box 2071
Post Office, State, & ZIP Code	Midland TX 79704
Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.35
Postmark or Date	

PS Form 3800, April 1995

Z 412 471 492

US Postal Service

Receipt for Certified Mail

James Burr
25005 Emmerson
Midland, Texas 79705

Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.35
Postmark or Date	

PS Form 3800, April 1995

Z 412 471 501

US Postal Service

Receipt for Certified Mail

Lewis B. Burleson
P.O. Box 2479
Midland, Texas 79702

PS Form 3800, April 1995

Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.35
Postmark or Date	SEP 2 2000

Z 412 471 415

US Postal Service

Receipt for Certified Mail

Larry Nermyr
2438 Whitmire Blvd., #9E
Midland, Texas 79705

PS Form 3800, April 1995

Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, & Addressee's Address	1.25
TOTAL Postage & Fees	\$ 3.35
Postmark or Date	SEP 2 2000

Z 412 472 250

US Postal Service

Receipt for Certified Mail

Randall Properties
P.O. Box 187
Midland, Texas 79701

PS Form 3800, April 1995

Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, & Addressee's Address	1.25
TOTAL Postage & Fees	\$ 3.35
Postmark or Date	SEP 2 2000

Z 412 471 491

US Postal Service

Receipt for Certified Mail

Jack Fletcher
P.O. Box 10887
Midland, Texas 79702

PS Form 3800, April 1995

Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, & Addressee's Address	1.25
TOTAL Postage & Fees	\$ 3.35
Postmark or Date	SEP 2 2000

Z 412 472 106

US Postal Service

Receipt for Certified Mail

Tennison Oil Company 8140 Walnut Hill
Lane
Suite 601
Dallas, Texas 75231

Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 2.10
Postmark or Date	

PS Form 3800, April 1995

SEP 7 25 1995
LAS COLONY, TX
USPS

Z 412 471 500

US Postal Service

Receipt for Certified Mail

Texaco Exploration & Production, Inc.
P.O. Box 3109
Midland, Texas 79702

Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 2.10
Postmark or Date	

PS Form 3800, April 1995

SEP 7 25 1995
LAS COLONY, TX
USPS

Z 290 033 998

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Sent to James A. Davidson	
Street & Number P.O. Box 494	
Post Office, State, & ZIP Code Midland, TX 79702	
Postage	\$.55
Certified Fee	1.55
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 2.10
Postmark or Date	

PS Form 3800, April 1995

SEP 7 25 1995
LAS COLONY, TX
USPS

List of Offset SPU's
GRUY PETROLEUM MANAGEMENT CO.
Cooper State No. 3
Jalmat Gas Pool

OFFSET SPU	COLOR CODE	Well Name	Location	OPERATOR	ACERAGE DESCRIPTION	ACRES	SPU
1	Orange	New Mexico Z State 1 (ACT)	H-2-24-36	Lewis B. Burleson	NE/4 Sec. 2 T-24S-R-36E	160	Non-Standard
2	Lt. Blue	Citgo State AS No. 1 (P&A)	C-2-24-36	Gruy Pet. Management Co.	NW/4 Sec. 2 T-24S-R-36E	160	Non-Standard
3	Brown	Vaughn B 3 No. 4 (ACT)	H-2-24-36	Tennison Oil Company	NE/4 Sec. 3 T-24S-R-36E	160	Non-Standard
4	Dk. Green	None in Jalmat Gas		Texaco Exploration	SE/4 Sec. 3 T-24S-R-36E	160	Non-Standard
5	Dk. Purple	None in Jalmat Gas		Tennison Oil Company et al	NE/4 Sec. 10 T-24S-R-36E	160	Non-Standard
6	Lt. Green	Myers B Federal No. 2 (INA)	D-11-24-36	MW Petroleum Corp. et al	NW/4NW/4 Sec. 11 T-24S-R-36E	40	Non-Standard
7	Red	None in Jalmat Gas		David H. Arrington	E/2NW/4, SW/4NW/4 Sec. 11 T-24S-R-36E	120	Non-Standard
8	Dk. Blue	Myers B No. 6 (ACT)	A-11-24-36	Gruy Pet. Management Co.	N/2NE/4, SW/4NE/4 Sec. 11 T-24S-R-36E	120	Non-Standard
9	Lt. Purple	None in Jalmat Gas		Texaco Exploration	SE/4 Sec. 2 T-24S-R-36E	160	Non-Standard
10	Yellow	Cooper State No. 3 Jalmat Oil	M-2-24-36	Gruy Pet. Management Co.	NWSW/4 Sec. 2 T-24S-R36E	160	Non-Standard
11	Black	Cooper State No. 1 (ACT) Cooper State No. 2 (ACT)	N-2-24-36 K-2-24-36	Gruy Pet. Management Co.	S/2SW/4, NE/4SW/4 Sec. 2 T-24S-R36E		

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

State of New Mexico
Energy, Minerals and Natural Resources De

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

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

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

OIL CONSERVATION DIVISION

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-34729	Pool Code 33820	Pool Name Jalmat, Tansil-Yates 7 Rivers (Oil)
Property Code 21790	Property Name COOPER STATE	Well Number 3
OGRID No. 162683	Operator Name GRUY PETROLEUM MANAGEMENT CO.	Elevation 3367

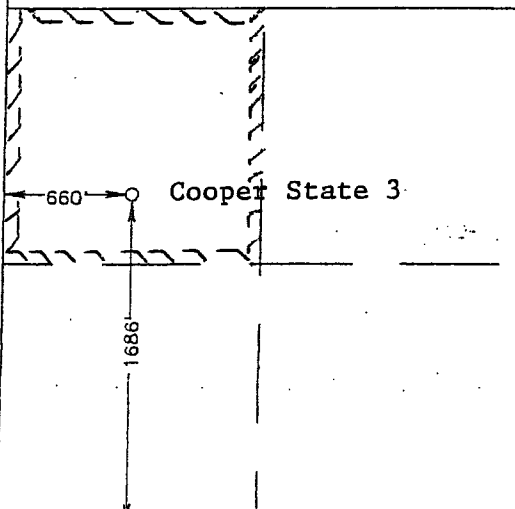
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	2	24 S	36 E		1686	SOUTH	660	WEST	LEA

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 40	Joint or Infill N	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

LOT 4	LOT 3	LOT 2	LOT 1
39.98 ACRES	39.92 ACRES	39.88 ACRES	39.82 ACRES
			

OPERATOR CERTIFICATION

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

Zeno Farris
Signature

Zeno Farris
Printed Name

Manager Ops. Admin.
Title

March 3, 2000
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.

SEPTEMBER 23, 1999
Date Surveyed

DC
Signature

RONALD J. EIDSON
Professional Surveyor

9-30-99
Date

89-11-0795
Certificate No.

RONALD J. EIDSON
GARY EIDSON
MAURIA McDONALD

3239
12641
12185

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

State of New Mexico
Energy, Minerals and Natural Resources D

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

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

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

OIL CONSERVATION DIVISION

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
30-025-26039	79240	Jalmat, Talsil-Yates 7 Rivers (Gas)
Property Code	Property Name	Well Number
21776	COOPER STATE	2
OGRID No.	Operator Name	Elevation
162683	GRUY PETROLEUM MANAGEMENT CO.	3366.8

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	2	24 S	36 E		2310	SOUTH	2310	WEST	LEA

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.
120	Y	C	

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

LOT 4	LOT 3	LOT 2	LOT 1
39.98 ACRES	39.92 ACRES	39.88 ACRES	39.82 ACRES
2310' 1980' 660' 2310' 2 1			

OPERATOR CERTIFICATION

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

Zeno Farris
Signature

Zeno Farris
Printed Name

Manager, Ops. Admin.
Title

March 28, 2000
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.

SEPTEMBER 23, 1999

Date Surveyed _____ DC

Signature of _____
Professional Surveyor

Ronald G. Edson
NEW MEXICO
REGISTERED PROFESSIONAL SURVEYOR
09-11-0792
9-30-99

Certification No. 3239
EDSON
12641
EDSON
12185

DISTRICT I

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

State of New Mexico

Energy, Minerals and Natural Resources D

Form C-10:

Revised February 10, 199

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

DISTRICT II

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

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

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

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
30-025-25285	79240	Jalmat-Tansil-Yates 7 Rivers (Gas)
Property Code	Property Name	Well Number
21776	COOPER STATE	1
OGRID No.	Operator Name	Elevation
162683	GRUY PETROLEUM MANAGEMENT CO.	3373

Surface Location

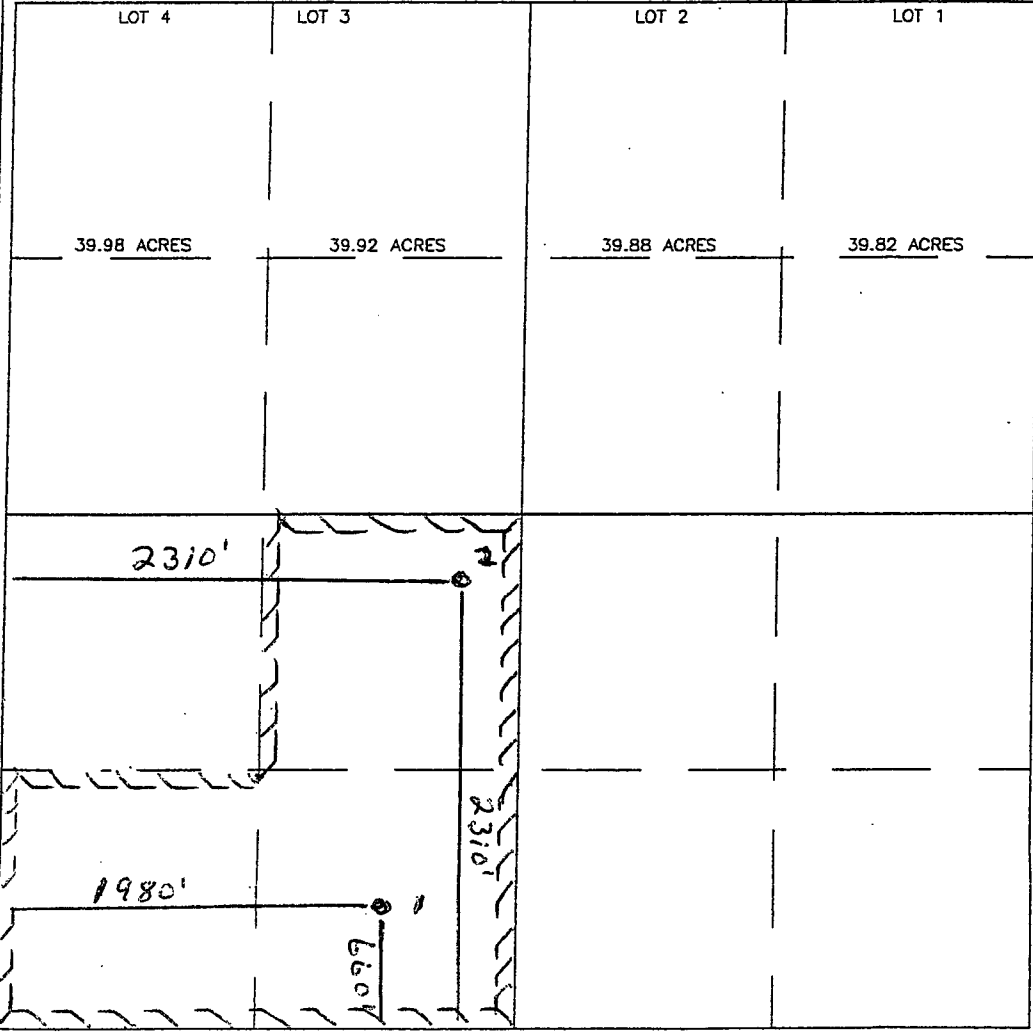
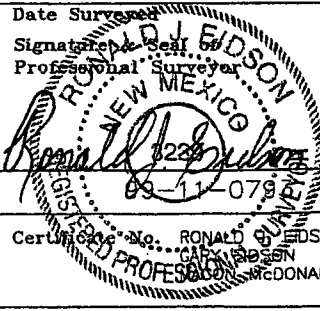
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	2	24 S	36 E		660	SOUTH	1980	WEST	LEA

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.
120	Y	C	

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

LOT 4	LOT 3	LOT 2	LOT 1
39.98 ACRES	39.92 ACRES	39.88 ACRES	39.82 ACRES
			
OPERATOR CERTIFICATION			
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.			
<u>Zeno Farris</u>			
Signature			
<u>Zeno Farris</u>			
Printed Name			
<u>Manager, Ops. Admin.</u>			
Title			
<u>March 28, 2000</u>			
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.			
SEPTEMBER 23, 1999			
Date Surveyed			
Signature of Surveyor			
Professional Surveyor			
			
Certified by: RONALD S. EDISON			
3239			
12641			
12185			