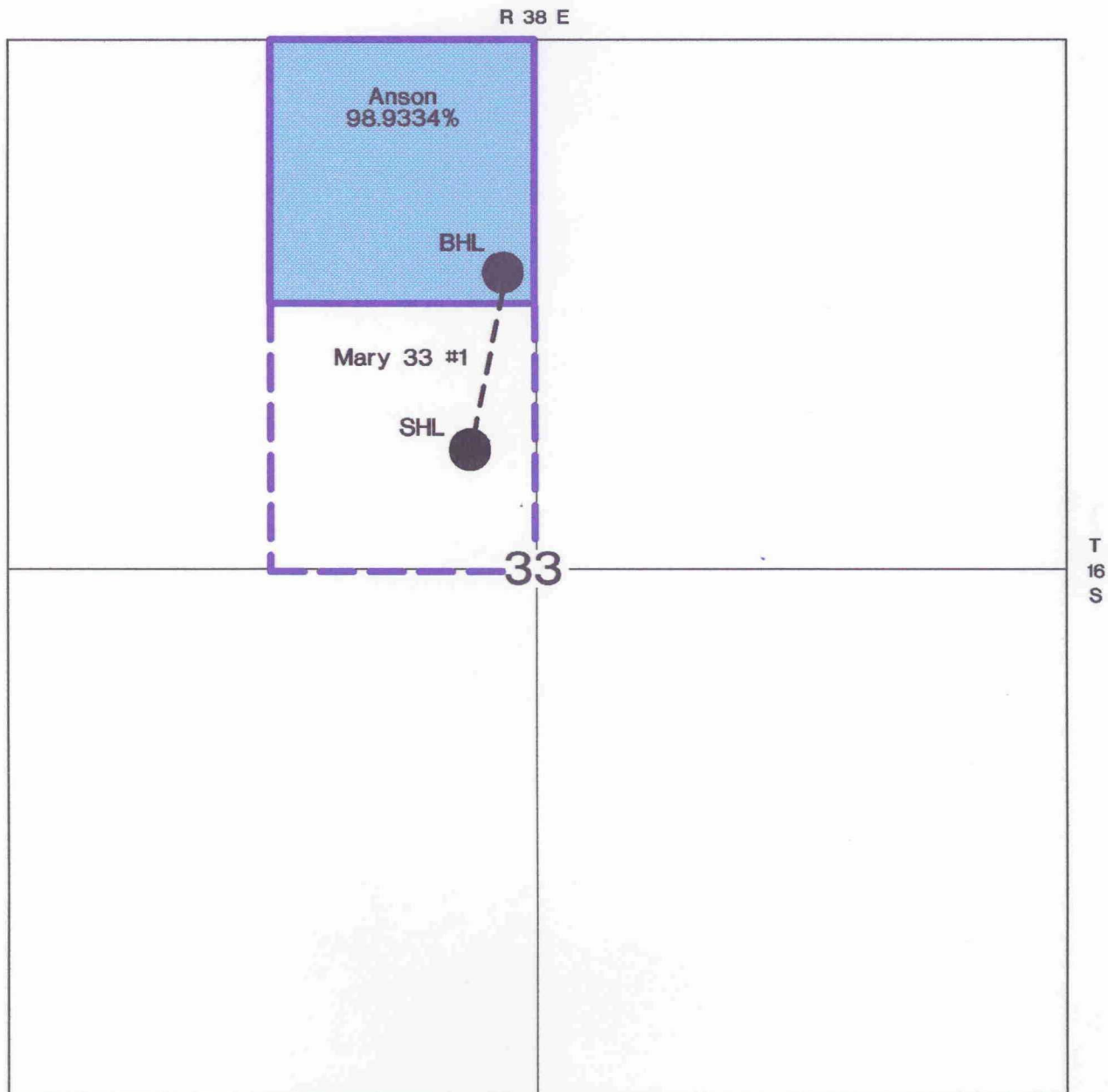


Mary 33 #1  
NE/4NW/4 Section 33-T16S-R38E  
Lea County, New Mexico

Pending Case No. 11372

August 24, 1995



BEFORE EXAMINER CANTACH  
OIL CONSERVATION DIVISION  
EXHIBIT NO. \_\_\_\_\_  
CASE NO. 11372

BEFORE EXAMINER CATANACH  
OIL CONSERVATION DIVISION

Aspen EXHIBIT NO. 1

CASE NO. 11372

**NE¼NW¼ Section 33-16S-38E**  
**Lea County, New Mexico**  
**Pending Case No. 11372**  
**Mary 33 #1**

<u>Mineral Owners</u>	<u>Net Acres Leased</u>	<u>Percentage</u>
Wood Oil Company	10.0000	25.0000
American Exploration Company, et al	8.8334	22.0834
R. W. Milbourn and Mary E. Milbourn	2.0000	5.0000
Universal Resources Corporation	2.0000	5.0000
Wanda Joy Martin	2.0000	5.0000
Hurley Oil Properties	1.8750	4.6875
Robert G. Anderson Trust	1.8750	4.6875
Lynda Gray Todd	1.7813	4.4532
Mel C. Gray	1.7812	4.4531
Collins Partners, Ltd.	0.7500	1.8750
David Thomas Ingram	0.7500	1.8750
Barbara Sue Beller	0.7500	1.8750
Pacific Enterprises ABC Corporation	0.6666	1.6666
Bank of Oklahoma, Trustee	0.5000	1.2500
Virginia P. Selby	0.5000	1.2500
Kent C. Phipps Trust	0.5000	1.2500
Paul L. Davis, Jr.	0.3750	0.9375
F. Ferrell Davis	0.3750	0.9375
Robert D. Snow Trust	0.3240	0.8100
Mary Elizabeth Roelke Trust	0.3080	0.7700
Boatmans Trustee - L. Randolph	0.3080	0.7700
Darcy Coale	0.2500	0.6250
Bank of Oklahoma, Trustee	0.2500	0.6250
MW Oil Investment Company, Inc.	0.2500	0.6250
Charla Brace Green	0.2500	0.6250
W. C. Kimball Estate	0.0666	0.1667
Rollins M. & Amalie L. Koppel	0.0469	0.1172
Ruth T. Skaggs	0.0469	0.1172
Ann Steimberg Stone	0.0469	0.1172
Dannie A. Carter Estate	0.0469	0.1172
Betty J. Hawkins	0.0333	0.0833
Judith Hawkins Moore	0.0167	0.0417
Betty Hawkins McRae	0.0167	0.0416
	<hr/>	<hr/>
	39.5734	98.9334

<u>Mineral Owners</u>	<u>Net Acres Leased By Other Parties</u>	<u>Percentage</u>
W. Wayne Gill and Merle Gill (Leased by Smith-Clement Exploration, Inc.)	0.2500	0.6250
	<hr/>	<hr/>
	0.2500	0.6250

<u>Mineral Owners</u>	<u>Net Acres Unleased</u>	<u>Percentage</u>
The Imperial Trusts Company of Canada	0.0666	0.1666
E. Lila Snow	0.0600	0.1500
Paul Balbaud	0.0500	0.1250
	<hr/>	<hr/>
	.1766	.4416

**ANSON COMPANY**  
**ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE**

AFE #	Well Name and Number <b>MARY 33 #1</b>				
Location	NW/4 Sec. 33-16S-38E	County	Lea	State	NM
Prospect	Wood	Operator	AnSon		
Project	Sidetrack at 9500' MD and drill to Devonian at 13,300'				
Date	6/2/95	AFE Prepared By	J.C. Northcutt		

DRILLING AND COMPLETION INTANGIBLES		Dry Hole (721)	Completion (731)	Total
002 Location and Road Construction				
003 Damages and Surveying				
004 Mobilization, Demobilization				
006 Daywork	21 days @ \$4550/day	95,550		95,550
008 Cementing Services		5,000	3,000	8,000
010 Formation Testing	2 DST's	7,000		7,000
012 Wireline Services		20,000		20,000
014 Geological Services		7,350		7,350
015 Liquid and Solids Disposal		6,000		6,000
016 Mud and Chemicals		27,500		27,500
018 Trucking		2,500	1,000	3,500
019 Overhead		5,000		5,000
020 Field Supervision		8,400		8,400
022 Contract Services	Directional Work	40,000		40,000
024 Drill Bits		25,000		25,000
026 Fuel and Utilities				
028 Completion Unit				
030 Rentals		25,000		25,000
031 Closed System Equipment		8,000		8,000
032 Stimulation				
034 Tubular Inspection				
035 Inspect and Repair BHA		3,000		3,000
038 Miscellaneous		5,000		5,000
042 Plug and Abandon				
TOTAL DRILLING AND COMPLETION INTANGIBLES:		290,300	4,000	294,300

TANGIBLE EQUIPMENT		Dry Hole (725)	Completion (735)	Total
002 Conductor				
003 Short Surface Csg				
004 Long Surface Csg				
005 Intermediate				
006 Drilling Liner				
007 Tieback				
008 Production Csg	5-1/2" @ 13,300' (supplemental)		15,000	15,000
009 Production Liner				
010 Tubing	2-7/8" @ 13,000' (supplemental)		12,000	12,000
012 Wellhead Equipment				
024 Other Subsurface Equipment				
026 Non-Controllable Equipment				
029 Prod Equipment & Facilities				
030 Miscellaneous			2,000	2,000
TOTAL EQUIPMENT COSTS:		0	29,000	29,000

TOTAL WELL COSTS:	\$290,300	\$33,000	\$323,300
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Approved By \_\_\_\_\_ Date: \_\_\_\_\_

Company Name \_\_\_\_\_

RETURN TO: ANSON COMPANY, ATTN: LAND DEPT, PO BOX 24060, OKLA CITY, OK 73124

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

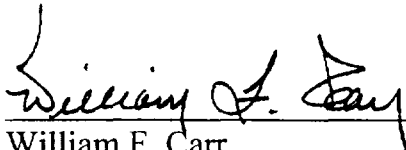
IN THE MATTER OF THE APPLICATION  
OF ANSON GAS CORPORATION FOR  
COMPULSORY POOLING, A HIGH ANGLE/  
HORIZONTAL DIRECTIONAL DRILLING  
PROJECT, A NON-STANDARD OIL  
PRORATION UNIT, AN UNORTHODOX  
BOTTOMHOLE OIL WELL LOCATION  
OR "PRODUCING AREA",  
SPECIAL OPERATING RULES THEREFOR,  
AND A SPECIAL PROJECT ALLOWABLE,  
LEA COUNTY, NEW MEXICO.

CASE NO. 11372

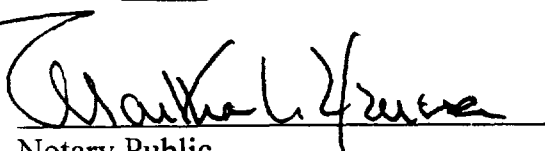
AFFIDAVIT

STATE OF NEW MEXICO       )  
  ) ss.  
COUNTY OF SANTA FE       )

William F. Carr, attorney in fact and authorized representative of AnSon Gas Corporation, the Applicant herein, being first duly sworn, upon oath, states that in accordance with the notice provisions of Rule 1207 of the New Mexico Oil Conservation Division the Applicant has attempted to find the correct addresses of all interested persons entitled to receive notice of this application and that notice has been given at the addresses shown on Exhibit "A" attached hereto as provided in Rule 1207.

  
\_\_\_\_\_  
William F. Carr

SUBSCRIBED AND SWORN to before me this 23rd day of August, 1995.

  
Notary Public

My Commission Expires:

August 19, 1999

**BEFORE THE  
OIL CONSERVATION DIVISION**  
Santa Fe, New Mexico

Case No. 11372 Exhibit No. 4

Submitted by: AnSon Gas Corporation

Hearing Date: August 24, 1995

**EXHIBIT A**

E. Lila Snow  
Post Office Box 700987  
Tulsa, OK 74170

CAMPBELL, CARR & BERGE, P.A.  
LAWYERS

MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. BERGE

MICHAEL H. FELDEWERT  
TANNIS L. FOX  
TANYA M. TRUJILLO  
PAUL R. OWEN

JACK M. CAMPBELL  
OF COUNSEL

JEFFERSON PLACE  
SUITE 1 - 110 NORTH GUADALUPE  
POST OFFICE BOX 2208  
SANTA FE, NEW MEXICO 87504-2208  
TELEPHONE: (505) 988-4421  
TELECOPIER: (505) 983-6043

August 3, 1995

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

E. Lila Snow  
Post Office Box 700987  
Tulsa, OK 74170

Re: Application of AnSon Gas Corporation for Compulsory Pooling, a Non-Standard Oil Proration Unit, an Unorthodox Bottomhole Location, a High-Angle/Horizontal Directional Drilling Pilot Project, Special Operating Rules Therefor, and a Special Project Allowable, Lea County, New Mexico

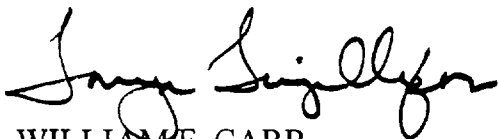
Dear Ms. Snow:

This letter is to advise you that AnSon Gas Corporation has filed the enclosed application with the New Mexico Oil Conservation Division in the above-referenced case.

This application has been set for hearing before a Division Examiner on August 24, 1995. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases have been requested by the Division (Memorandum 2-90) to file a Prehearing Statement substantially in the form prescribed by the Division. Prehearing statements should be filed by 4:00 o'clock p.m. on the Friday before a scheduled hearing.

Very truly yours,



WILLIAM F. CARR  
ATTORNEY FOR ANSON GAS CORPORATION

WFC:mlh

Enc.

cc: Al Swanson



Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

E. Lila Snow  
Post Office Box 700987  
Tulsa, OK 74170

4a. Article Number

P 087 492 148

4b. Service Type  
☐ Registered  
☒ Certified  
☐ Insured  
☐ COD  
☐ Express Mail  
☐ Return Receipt for Merchandise

7. Date of Delivery

8-1-95

8. Addressee's Address (Only if requested and fee is paid)

5. Signature (Addressee)  
 6. Signature (Agent)

PS Form 3811, December 1991 \*U.S. GPO: 1993-352-714

DOMESTIC RETURN RECEIPT

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address

2. ☐ Restricted Delivery

Consult postmaster for fee.

P 087 492 148



**Receipt for Certified Mail**

No Insurance Coverage Provided

E. Lila Snow  
Post Office Box 700987  
Tulsa, OK 74170

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	August 3, 1995

PS Form 3800, June 1991

Thank you for using Return Receipt Service.


District I  
PO Box 1980, Hobbs, NM 88241-1980  
District II  
PO Drawer DD, Artesia, NM 88211-0719  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
~~Energy, Minerals & Natural Resources Department~~  
OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

Form C-101  
Revised February 10, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 6 Copies  
Fee Lease - 5 Copies

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

	Operator Name and Address: Anson Gas Corporation P.O. Box 24060 Oklahoma City, Oklahoma 73124		OGRID Number 123139
	Property Code 16763		Well No. 1
Property Name Mary 33		AFT Number 30-025-32875	

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	33	16S	32E		2040	North	2310	West	Lea

Proposed 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
C	33	16S	32E		1100	North	2550	West	Lea

Proposed Pool 1	Proposed Pool 2
Devonian	Mississippian

Work Type Code 0	Well Type Code 0	Cable/Rotary R	Lease Type Code P	Ground Level Elevation 3710
Multiple No	Proposed Depth 13500	Formation Devonian	Contractor Anadarko Drilling	Spud Date 5/4/95

Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
	ASAP				

Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

Plug back to 9500' and drill a 7 5/8" hole to test the Devonian Dolomite at approximately 13200'. Well will TD approx. 150' into Dolomite where 5 1/2" csg will be run if warranted.

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Hal W. Hawthorne

Printed name:

Hal W. Hawthorne

Title:

Geologist

Date:

May 2, 1995

Phone:

405-523-3211

OIL CONSERVATION DIVISION

Approved by ORIGINAL SIGNED BY JERRY SEXTON

Title: DISTRICT I SUPERVISOR

Approval Date:

JUN 07 1995

Expiration Date:

Conditions of Approval:

Attached ☐

District I  
PO Box 1900, Hobbs, NM 88241-1900  
District II  
PO Drawer DD, Artesia, NM 88211-0719  
District III  
1000 Rio Brabos Rd., Aztec, NM 87410  
District IV  
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

Form C-102  
Revised February 10, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-32875		Pool Code		Pool Name Wildcat	
Property Code 116763		Property Name Mary 33			Well Number 1
OGRID No. 123139		Operator Name Anson Gas Corporation			Elevation 3710

10 Surface Location

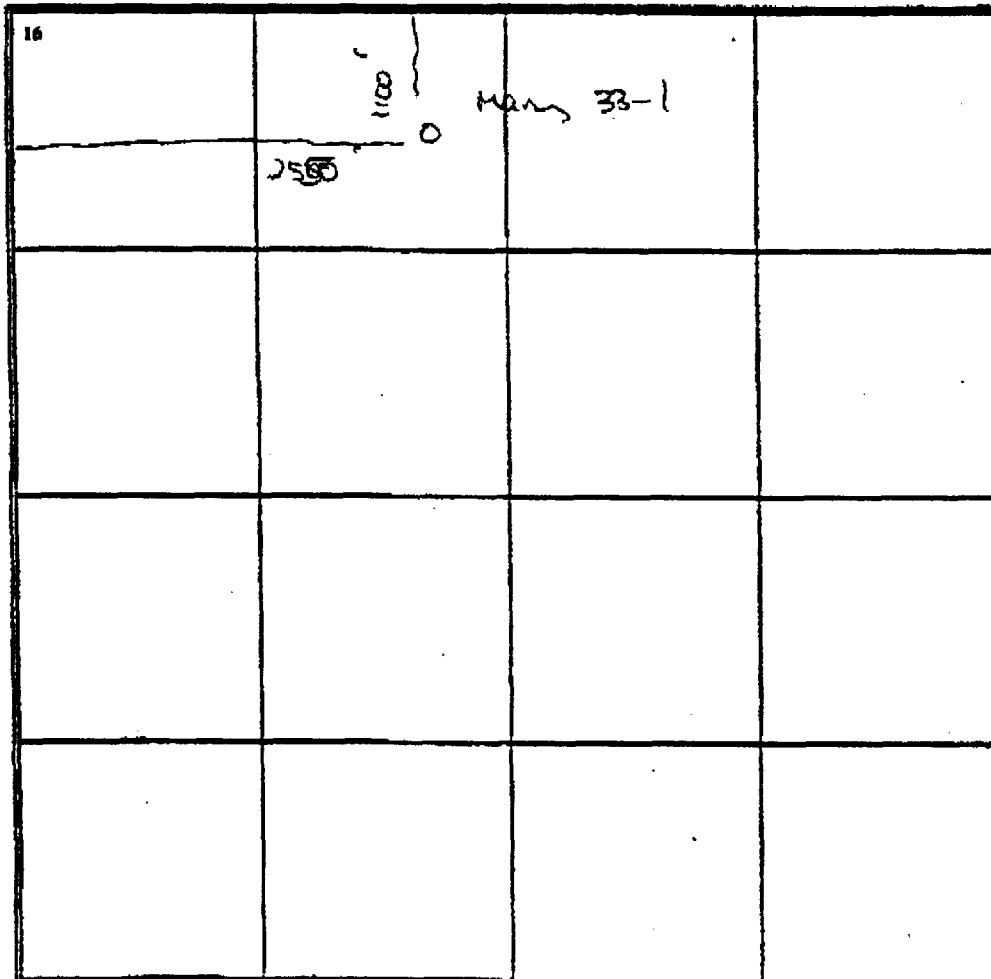
UL or lot no. F	Section 33	Township 16S	Range 38E	Lot Ida	Feet from the 2040	North/South line north	Feet from the 2310	East/West line west	County Lea
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11 Bottom Hole Location If Different From Surface

UL or lot no. C	Section 33	Township 16S	Range 38E	Lot Ida	Feet from the 1100	North/South line north	Feet from the 2550	East/West line west	County Lea
--------------------	---------------	-----------------	--------------	---------	-----------------------	---------------------------	-----------------------	------------------------	---------------

12 Dedicated Acres 40	13 Joint or Infill	14 Consolidation Code	15 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

16 	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.  Signature Hal W. Hawthorne Printed Name Hal W. Hawthorne Title Geologist Date May 2, 1995	
	18 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.  Date of Survey Signature and Seal of Professional Surveyor:  Certificate Number	

District I  
PO Box 1988, Hobbs, NM 88241-1988  
District II  
PO Drawer DD, Artesia, NM 88211-0719  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

Form C  
Revised February 10,  
Instructions on  
Submit to Appropriate District C  
State Lease - 4 C  
Fee Lease - 3 C

☒ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-32875		2 Pool Code 96041		3 Pool Name Wildcat Devonian		
4 Property Code 16763		5 Property Name Mary 33			6 Well Number 1	
7 OGRID No. 123139		8 Operator Name Anson Gas Corporation			9 Elevation 3710' GR	

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	33	16S	38E		2040'	North	2310'	West	Lea

11 Bottom Hole Location If Different From Surface

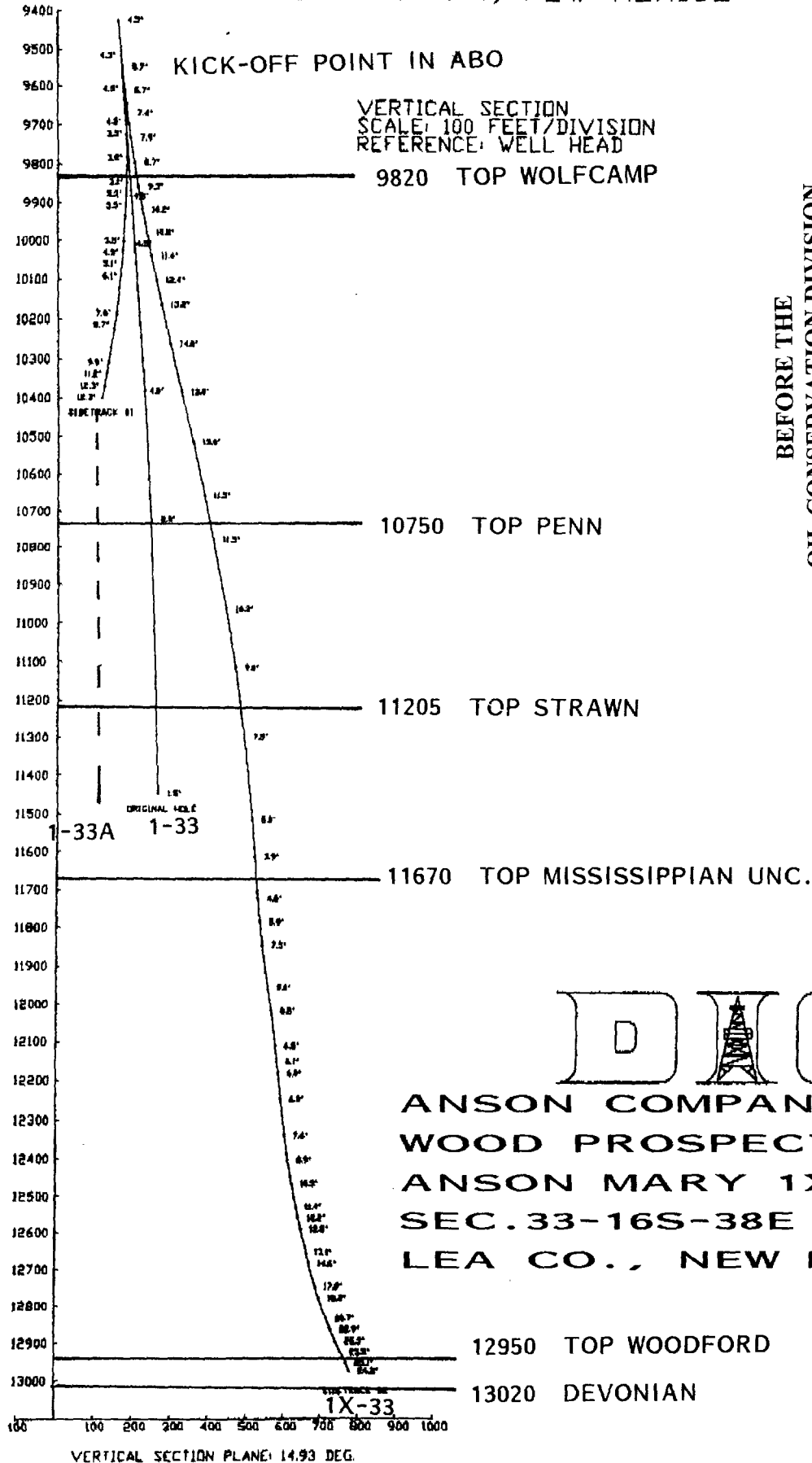
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	33	16S	38E		1294'	North	2537'	West	Lea

12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code N/A	15 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

<div>16</div> <p>2537'</p> <p>2310'</p> <p>BHL</p> <p>Sur. Loc.</p> <p>1294'</p> <p>2111 1820 291 1294 26 2640 2537 103</p>	<div>17 OPERATOR CERTIFICATION</div> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><u>Daniel W. Fischer</u></p> <p>Signature</p> <p>Daniel W. Fischer</p> <p>Printed Name</p> <p>Operations Manager</p> <p>Title</p> <p>August 10, 1995</p> <p>Date</p>
	<div>18 SURVEYOR CERTIFICATION</div> <p>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.</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p> <p>Certificate Number</p>

ANSON GAS CORPORATION  
MARY 33-1  
LEA COUNTY, NEW MEXICO



BEFORE THE  
OIL CONSERVATION DIVISION  
Santa Fe, New Mexico

Case No. 11372 Exhibit No. 7

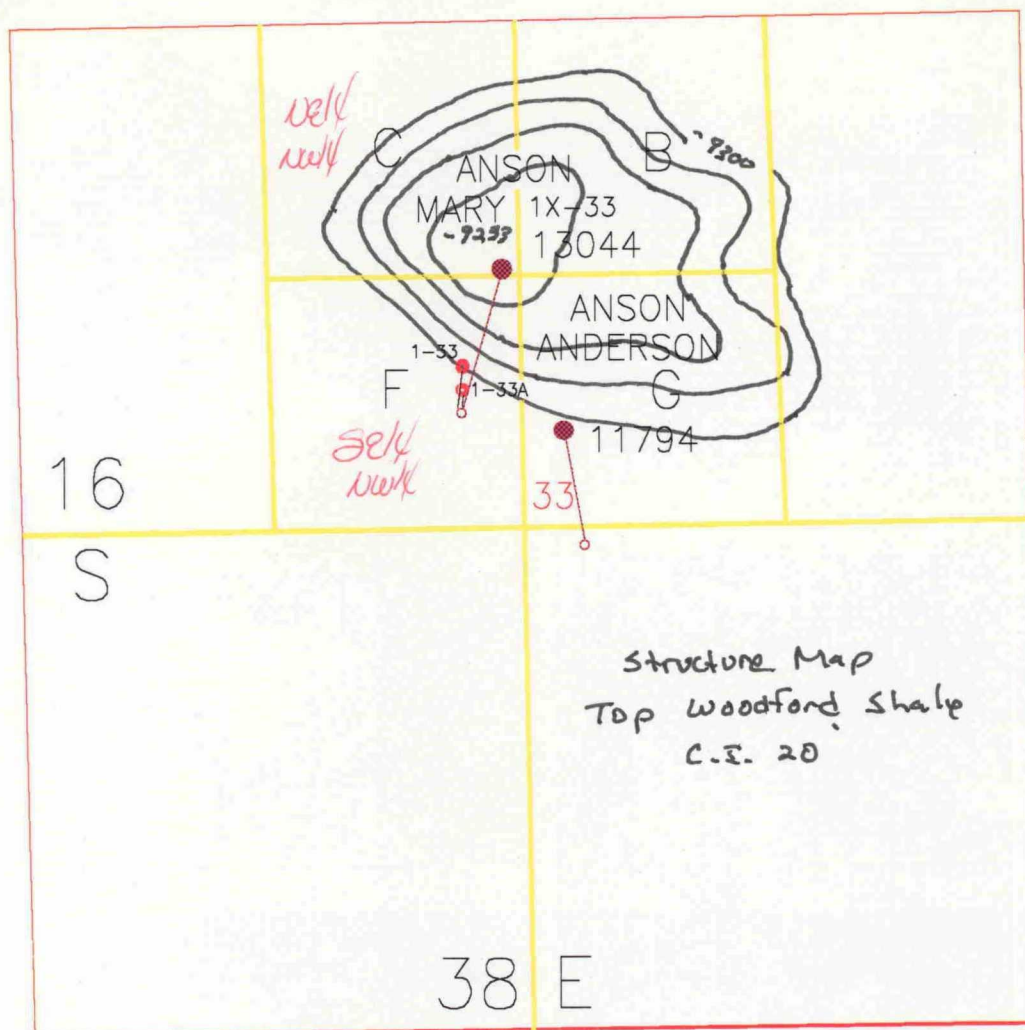
Submitted by: Anson Gas Corporation

Hearing Date: August 24, 1995



ANSON COMPANY  
WOOD PROSPECT  
ANSON MARY 1X-33  
SEC. 33-16S-38E  
LEA CO., NEW MEXICO

EXB. 1



ANSON MARY SEC.33-16S-38E LEA CO., N.M.  
 SURFACE LOC., 2040' FNL 2310' FWL F  
 BHL 1-33 1779' FNL 2334' FWL F TD 11490'  
 BHL 1-33A 1924' FNL 2315' FWL F TD 11500'  
 BHL 1X-33 1294' FNL 2537' FWL C TD 13250'

ANSON COMPANY		
WOOD PROSPECT ANSON MARY 1X-33 SEC.33-16S-38E		
SCALE 1" = 1000'		HAL W. HAWTHORNE

**BEFORE THE  
OIL CONSERVATION DIVISION**  
 Santa Fe, New Mexico

Case No. 11372 Exhibit No. 6

Submitted by: AnSon Gas Corporation

Hearing Date: August 24, 1995