



CLAYTON WILLIAMS ENERGY, INC.

NSP 1/2/01
35031171

December 13, 2000

Via Federal Express

Michael E. Stogner
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

OIL CONSERVATION DIV.
00 DEC 13 PM 11:34

Dear Mr. Stogner:

Pursuant to Division Rule 104.D.(2), Clayton Williams Energy, Inc. applies for administrative approval of a non-standard oil spacing and proration unit for the following well:

Phillips 19 Federal Well No. 12
2252' FNL and 445' FWL
Lot 1 Section 19, Township 17 South, Range 29 East
Eddy County, New Mexico

An application for Permit to Drill, with a Form C-102 attached, is submitted for exhibit A. The well will be drilled to a depth sufficient to test the Empire, East (Yeso) pool and the Grayburg-Jackson (7R-QU-GB-SA) pool. Well spacing is 40 acres.

²
Lot 1 contains 27.28 acres which is 68.2% of a standard 40 acre unit. The non-standard unit is due to irregularities in the government survey, as shown on the plat attached as Exhibit B.

Attached as Exhibit C is a listing of offset operators and lessees. Notice has been mailed to the offsets, as shown by Exhibit D.

Should anything further be needed to process this application, please call me at 915-688-3251.

Very truly yours,

Matt Swierc
Clayton Williams Energy, Inc.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

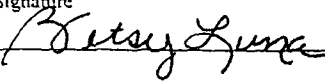
APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

1a. Type of Work: ☒ DRILL ☐ REENTER		7. If Unit or CA Agreement, Name and No.
1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☐ Single Zone ☐ Multiple Zone		8. Lease Name and Well No. PHILLIPS-19-FEDERAL #12
2. Name of Operator CLAYTON WILLIAMS ENERGY, INC.		9. API Well No. 30-015-
3a. Address SIX DESTA DR., #3000, MIDLAND TX 79705	3b. Phone No. (include area code) (915) 682-6324	10. Field and Pool, or Exploratory EMPIRE, EAST (YESO)
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface 2252' FNL & 445' FWL; UL/Lot #2 At proposed prod. zone		11. Sec., T., R., M., or Blk. and Survey or Area SECT. 19; T-17S; R-29E
14. Distance in miles and direction from nearest town or post office* 7 miles west form Loco Hills		12. County or Parish EDDY
15. Distance from proposed* location to nearest property or lease line, ft. 445' (Also to nearest drig. unit line, if any)		13. State NM
16. No. of Acres in lease 294.64		17. Spacing Unit dedicated to this well 27.28
18. Distance from proposed location* to nearest well, drilling, completed, 1267' from applied for, on this lease, ft. Phillips-19-Federal #11		20. BLM/BIA Bond No. on file NM2787
19. Proposed Depth 5000'		21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3681' GL
22. Approximate date work will start* upon approval		23. Estimated duration ±10 days
24. Attachments		

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature 	Name (Printed/Typed) BETSY LUNA	Date 11/21/00
Title ENGINEERING TECHNICIAN		
Approved by (Signature)	Name (Printed/Typed)	Date
Title	Office	

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

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

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

State of New Mexico
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

OIL CONSERVATION DIVISION
P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015		Pool Code 96610		Pool Name Empire, East (Yeso)					
Property Code 26582		Property Name PHILLIPS 19 FEDERAL						Well Number 12	
OGRM No. 25706		Operator Name CLAYTON WILLIAMS ENERGY, INC.						Elevation 3681	
Surface Location									
UL or lot No. 2	Section 19	Township 17 S	Range 29E	Lot Idn	Feet from the 2252	North/South line NORTH	Feet from the 445	East/West line WEST	County 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 40		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

LOT 1 27.36 ACRES LOT 2 445' SEE DETAIL 27.28 ACRES LOT 3 27.40 ACRES LOT 4 27.50 ACRES				OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. <i>Betsy Luna</i> Signature Betsy Luna Printed Name Engineering Technician Title 11/21/00 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 8, 2000 Date Surveyed Signature & Seal of Professional Surveyor <i>Ronald J. Edson</i> 9/13/00 00-11-1068 Certificate No. RONALD J. EDSON 3239 GARY EIDSON 12841 MACON McDONALD 12185	

EXHIBIT B

[illegible]

Clayton Williams Energy, Inc.
Application for Approval of Non-Standard Oil Unit
Phillips 19 Federal No. 12 Well
2252' FNL and 445' FWL
Section 19, T17S, R29E
Eddy County, New Mexico

- | | |
|---------|--|
| Tract 1 | N/2 of NW/4 Unit C & Lot 1, Section 19, T17S, R29E
Clayton Williams Energy, Inc.
Phillips Petroleum Company |
| Tract 2 | SE/4 of NW/4 Unit F, Section 19, T17S, R29E
Ray Westall
Clayton Williams Energy, Inc.
Phillips Petroleum Company |
| Tract 3 | N2 of SW/4 Lot 3 & Unit K, Section 19, T17S, R29E
Mack Energy Corporation |
| Tract 4 | SE/4 Section 24, T17S, R28E
Bonneville Fuels Corp.
Magnum Hunter Production Company, Inc.
James A. Davidson
Robert Hannifin, et ux Maxine
Chase Oil Corporation
Mack C. & Marilyn Y. Chase Trust
Robert C. Chase
Richard L. Chase
Dianne Chase Crouch, SSP |
| Tract 5 | NE/4, Section 24, T17S, R28E
Bonneville Fuels Corp.
M. Ralph Lowe, Inc., Erma Lowe, & Maralo, Inc. jointly
Exxon Compay, USA
Way West Oil & Gas Co.
Chase Oil, Corp.
Mack C. & Marilyn Y. Chase Trust
Robert C. Chase
Richard L. Chase
Dianne Chase Crouch, SSP |



CLAYTON WILLIAMS ENERGY, INC.

December 13, 2000

Dear Sir or Madam:

Enclosed is a copy of an application Clayton Williams Energy, Inc. has filed with the New Mexico Oil Conservation Division, requesting administrative approval of a non-standard 27.28 acre oil spacing and proration unit for our Phillips 19 Federal No. 12 well, comprising Lot 1 of Section 19, Township 17 South, Range 29 East, Eddy County, New Mexico. Unless you object in writing to the application by January 3, 2001 you will be precluded from contesting this matter. The Division's address is 2040 South Pacheco Street, Santa Fe, New Mexico, 87505 (Attention: Michael E. Stogner).

Very truly yours,

A handwritten signature in black ink, appearing to read "Matt Swierc". The signature is fluid and cursive, with a large initial "M" and a long, sweeping underline.

Matt Swierc
Production Superintendent
Clayton Williams Energy, Inc.

**Clayton Williams Energy, Inc.
Offset Owner List
Phillips 19 Federal No. 12 Well**

December 13, 2000

**CERTIFIED MAIL
Return Receipt Requested**

Bonneville Fuels Corporation
1660 Lincoln Street, Suite 1800
Denver, Colorado 80264

Way West Oil and Gas Company
P.O. Box 1647
Longview, TX 75606

Mack C. and Marilyn Chase, Trust
P.O. Box 276
Artesia, NM 88211

Robert C. Chase
2306 Sierra Vista
Artesia, NM 88210

Chase Oil Corporation
P.O. Box 1767
Artesia, NM 88211

Richard L. Chase
2306 Sierra Vista
Artesia, NM 88210

Phillips Petroleum Company
4011 Penbrook
Odessa, TX 79762

Dianne Chase Crouch, SSP
P.O. Box 693
Artesia, NM 88210

Magnum Hunter Production Company,
Inc.
P.O. Box 14090
Irving, TX 75014

James A. Davidson
214 W. Texas, Suite 710
Midland, TX 79701

M. Ralph Lowe, Inc, Erma Lowe &
Maralo, Inc. Jointly
5151 San Felipe, Suite 400
Houston, Texas 77056

Robert Hannifin, et ux Maxine
P.O. Box 218
Midland, TX 79702

Exxon Company, USA
P.O. Box 4697
Houston, TX 77210

Ray Westall
P.O. Box 4
Loco Hills, NM 88255

Mack Energy Corporation
P.O. Box 960
Artesia, NM 88211-0960

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

12/20/00 11:01:07
OGOMES -TQBF
PAGE NO: 1

Sec : 19 Twp : 17S Rng : 29E Section Type : NORMAL

1 27.36	C 40.00	B 40.00	A 40.00
Federal owned	Federal owned	Federal owned	Federal owned
		A A	A A
2 27.28	F 40.00	G 40.00	H 40.00
Federal owned	Federal owned	Federal owned	Federal owned
	A	A A	A

PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

PF05
PF11

PF06
PF12

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

12/20/00 11:01:58
OGOMES -TQBF
PAGE NO: 2

Sec : 19 Twp : 17S Rng : 29E Section Type : NORMAL

3 27.40 CS E00950 0002 BONNEVILLE FUELS 08/10/56 A	K 40.00 CS E00742 0000 EXXON MOBIL CORPO 02/11/56 A A A	J 40.00 CS E04201 0002 CHASE OIL CORPORA 09/11/60 A C A A A	I 40.00 CS E04201 0002 CHASE OIL CORPORA 09/11/60 P A A
4 27.50 CS B07677 0002 CHASE OIL CORPORA 07/11/48 C A	N 40.00 CS E00742 0000 EXXON MOBIL CORPO 02/11/56 A A A	O 40.00 CS E04201 0002 CHASE OIL CORPORA 09/11/60 A A A	P 40.00 CS E04201 0002 CHASE OIL CORPORA 09/11/60 A A

PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

PF05
PF11

PF06
PF12

County Eddy Pool East Empire - Yeso

TOWNSHIP 17 South Range 29 East NMPM.

6	5	4	3	2	1	
7	8	9	10	11	12	
18	17	16	15	14	13	
*	19	20	21	22	23	24
	30	29	28	27	26	25
31	32	33	34	35	36	

Ext. ^{SW}/₄ Sec. 19, ^{NW}/₄ Sec. 30 (R-110057-24-98) Ext. ^{NE}/₄ Sec. 30 (R-11097, 12-10-98)
Ext. ^{SW}/₄ Sec. 30 (R-11203, 6-14-99) Ext. ^{SE}/₄ Sec. 19 (R-11323, 2-10-00)
Ext. ^{SE}/₄ Sec. 30 (R-11444, 8-31-00)