CH. COMPERVATION DIVISION

MACK ENERGY CORPORATION

Post Office Box 960 Artesia, New Mexico 88211-0960 (505) 748-1288 / FAX (505) 746-2362

March 1, 2000

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.

Because of our desire to drill this well in a timely manner, we also request your approval be expedited. The well location and legal description is as follows:

White Star Federal #6 1650 FNL & 1115 FEL Sec. 29, T17S, R29E Eddy County, New Mexico

The well will be completed in the Paddock formation in the East Empire Yeso 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 locations, 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 on top of or too close to existing pipelines and existing facilities (Exhibit C).
- D.) A lease & well location map showing that there is 1 well producing, 1 well staked and 2 other possible locations for effective 10-acre spacing on this particular 40-acre tract (Exhibit D).

Oil Conservation Division March 1, 2000 Page 2

Moving the location 125' west will give the distance needed to build a location away from the existing well, facilities, and pipelines. The location would have to be moved approximately 400 feet east to get away from the existing facilities and pipelines to make it orthodox. This will interfere with the other 2 locations that will be staked in the future. There are no other possible orthodox locations for this well due to future locations being located on 10-acre spacing.

By copy of this letter including the exhibits to all parties, we are notifying them by certified mail return-receipt requested of the unorthodox location. Please find the attached list of parties in which this unorthodox location encroaches. Also, please find the attached Signature Page in which all working interest owners have approved the unorthodox location.

Thank you for your assistance in this matter. If you have any questions, please feel free to call.

Sincerely,

MACK ENERGY CORPORATION

Matt J. Brewer

Geological Engineer

MB/

Enclosures

cc: CERTIFIED MAIL:

Susan Terry 6112 N. Mesa PMB 216 El Paso, TX 79912

Sandra Tolliver P.O. Box 12617 El Paso, TX 79913 Ruby Kennedy The Heirs and devisees of Owen McClay, deceased 1503 Sears Artesia, NM 88210

Karen Walker
The Heirs and Devisees of Harry H. Walker, Deceased, and the
Heirs and Devisees of Ila D. Walker, deceased
18 Leawood Cove
Pine Bluff, Arkansas 71601

Harriet Walker Montgomery
The heirs and Devisees of Harry H. Walker,
Deceased, and the Heirs and Devisees of Ila D. Walker, deceased
2605 E. 10th
Pine Bluff, Arkansas 71601

Billie L. Kruse, Trustee f/b/o Barbara Frankenfield 12 Laura Elizabeth Court Mansfield, TX 76063 DISTRICT I P.O. Ber 1980, Hobbs, RM 68941-1980

State of New Mexico Inorgy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lesse - 4 Copies
Foe Lesse - 3 Copies

DISTRICT II P.O. Drawer BD, Artonia, NM 86211-0710

DISTRICT III 1000 Rio Brasos Rd., Asteo, NM 87410

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

☐ AMENDED REPORT

DISTRICT IV P.O. BOX 8086, SANTA PE, N.M. 87604-8088

WELL LOCATION AND ACREAGE DEDICATION PLAT

Pool Code	Pool Name		
96610	East Empire Y	e Yeso	
Property Nam	ie	Yall Number	
WHITE STAR FI	EDERAL	· 6	
		Elevation	
MACK ENERGY CORPORATION			
	96610 Property Nam WHITE STAR F	96610 East Empire Yours WHITE STAR FEDERAL Operator Name	

Surface Location

- [UL or let No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	Н	29	17 S	29E		1650	NORTH	1115	EAST	EDDY

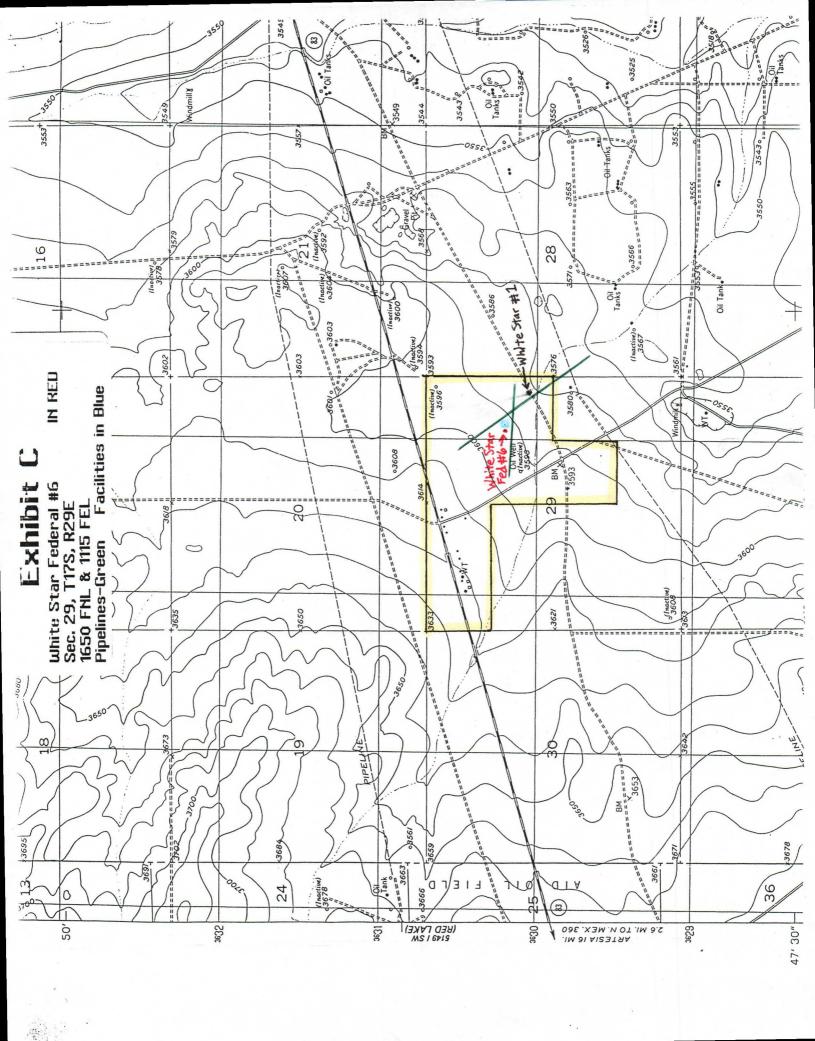
Bottom Hole Location If Different From Surface

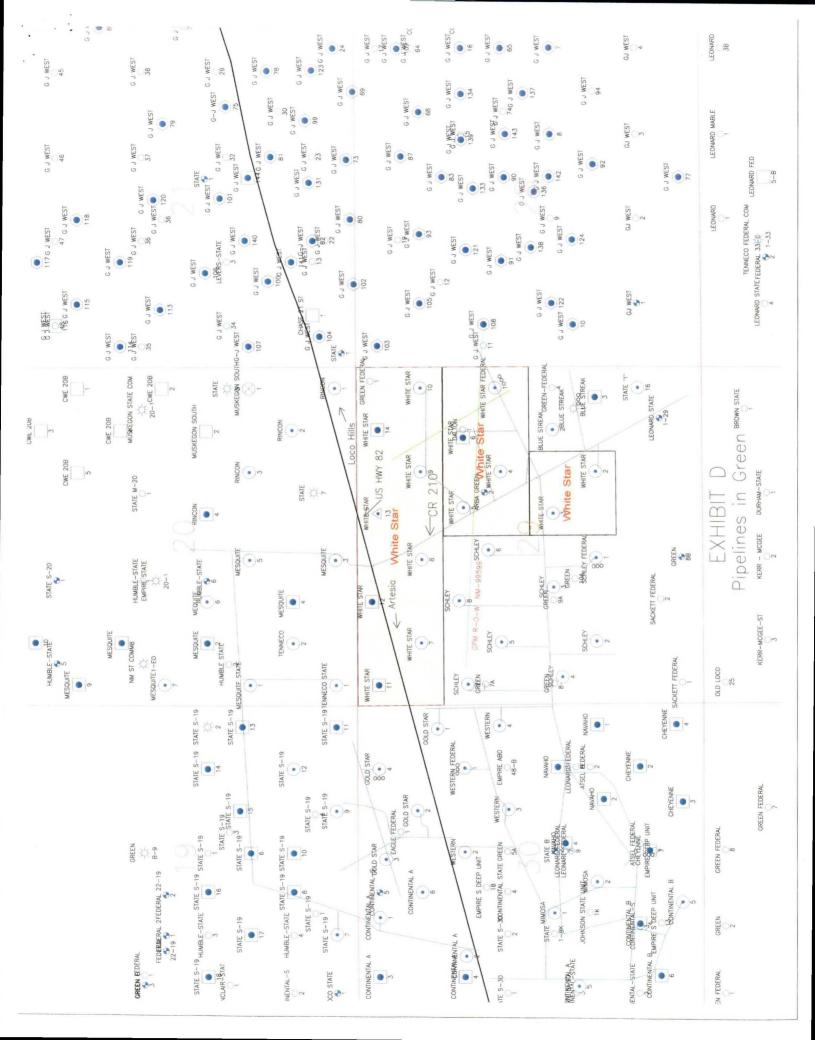
UL or let No.	Section	Township	Rango	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint of	r Infill Co	asolidation (Code Or	der No.				
40							·		

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

3596.6' 3591.3' 0 1115' 1115' 115' 115' 115' 115' 115'	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 //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 supervisor, and that the same is true and
	JANUARY 6, 2000 Date Surveyed LMP Signature Seaf of Management Surveyor ME Professional Surveyor ME ME Certificate No. ROKALD J. KIDSON 3239 CARY EUBON 12841 12185

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SIGNATURE PAGE

The undersigned approves of Mack Energy Corporation's request to drill the following unorthodox location. This well encroaches the SW/4 NE/4 & NW/4 NE/4 Sec. 29-T17S-R29E:

White Star Federal #6 1650 FNL & 1115 FEL Sec. 29-T17S-R29E

CHASE OIL CORPORATION	
By: Clut C. Clase, President	Date: 2/22/00
MACK C. AND MARILYN Y. CHASE TRUST, UT/A DATED 11/21/83 By: Jakes J. Lesson, Attorney-in-Fact	Dato:
ROBERT C. CHASE	
By: Robert C. Chase	Date: Z/2Z/00
By: Richard L. Chase	Date: 2/28/00
GERENE DIANNE CHASE CROUCH Dealing in her sole and separate property By Rebecca S. Erigson, Attorney-in-Fact	Date: <u>2/22/00</u>
BILL W. CHASE	
By: Bill W. Chase	Date: 2-29-2000
BUCKHORN ENTERPRISES CORPORATION	
By: I Thomas Brewer	Date: 2/28/00
TEXACO EXPLORATION AND PRODUCTION INC.	
By: Charles E. Sadler Hobbs Asset Team Manager	Dato: 2/29/00

Post Office Box 960 Artesia, New Mexico 88211-0960 (505) 748-1288 / FAX (505) 746-2362

March 1, 2000

VIA CERTIFIED MAIL Z 378 879 699 RETURN RECEIPT REQUESTED

Susan Terry 6112 N. Mesa PMB 216 El Paso, TX 79912

Dear Mrs. Terry:

This letter will serve as a notice that Mack Energy Corporation has requested administrative approval from the NMOCD for unorthodox location for the White Star Federal #6 under Rule 104.F. (3), due to the existing pipelines, well and facilities. The location for this well is 1650 FNL & 1115 FEL in Section 29-T17S-R29E, Eddy County, New Mexico. The well is encroaching the SW/4 NE/4 and the NW/4 NE/4 of Sec. 29-T17S-R29E in the East Empire Yeso Pool.

Should your company have any objection, it must be filed in writing within twenty (20) days from the date of this notice. The Division Director may approve the unorthodox location if no objection to the unorthodox location has been made within the 20 days after the application has been received.

Sincerely,

MACK ENERGY CORPORATION

Matt J. Brewer

Geological Engineer

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 $MJB \mid jp$

Post Office Box 960 Artesia, New Mexico 88211-0960 (505) 748-1288 / FAX (505) 746-2362

March 1, 2000

VIA CERTIFIED MAIL Z376 044 963 RETURN RECEIPT REQUESTED

Sandra Tolliver P.O. Box 12617 El Paso. TX 79913

Dear Mrs. Tolliver:

This letter will serve as a notice that Mack Energy Corporation has requested administrative approval from the NMOCD for unorthodox location for the White Star Federal #6 under Rule 104.F. (3), due to the existing pipelines, well and facilities. The location for this well is 1650 FNL & 1115 FEL in Section 29-T17S-R29E, Eddy County, New Mexico. The well is encroaching the SW/4 NE/4 and the NW/4 NE/4 of Sec. 29-T17S-R29E in the East Empire Yeso Pool.

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Sincerely,

MACK ENERGY CORPORATION

Matt J. Brewer

Geological Engineer

Matt J. Brewer

 $MJB \mid jp$

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March 1, 2000

VIA CERTIFIED MAIL Z 378 879 697 RETURN RECEIPT REQUESTED

Ruby Kennedy The Heirs and devisees of Owen McClay, deceased 1503 Sears Artesia, NM 88210

Dear Ms. Kennedy:

This letter will serve as a notice that Mack Energy Corporation has requested administrative approval from the NMOCD for unorthodox location for the White Star Federal #6 under Rule 104.F. (3), due to the existing pipelines, well and facilities. The location for this well is 1650 FNL & 1115 FEL in Section 29-T17S-R29E, Eddy County, New Mexico. The well is encroaching the SW/4 NE/4 and the NW/4 NE/4 of Sec. 29-T17S-R29E in the East Empire Yeso Pool.

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Sincerely,

MACK ENERGY CORPORATION

Matt J. Brewer

Geological Engineer

Matt J. Brewer

 $MJB \mid jp$

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March 1, 2000

VIA CERTIFIED MAIL Z 378 879 696 RETURN RECEIPT REQUESTED

Karen Walker
The Heirs and Devisees of Harry H. Walker, Deceased, and the
Heirs and Devisees of Ila D. Walker, deceased
18 Leawood Cove
Pine Bluff, Arkansas 71601

Dear Ms. Walker:

This letter will serve as a notice that Mack Energy Corporation has requested administrative approval from the NMOCD for unorthodox location for the White Star Federal #6 under Rule 104.F. (3), due to the existing pipelines, well and facilities. The location for this well is 1650 FNL & 1115 FEL in Section 29-T17S-R29E, Eddy County, New Mexico. The well is encroaching the SW/4 NE/4 and the NW/4 NE/4 of Sec. 29-T17S-R29E in the East Empire Yeso Pool.

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Sincerely,

MACK ENERGY CORPORATION

Matt J. Brewer

Geological Engineer

Matt J. Brewer

 $MJB \mid jp$

Post Office Box 960 Artesia, New Mexico 88211-0960 (505) 748-1288 / FAX (505) 746-2362

March 1, 2000

VIA CERTIFIED MAIL P 059 487 295 RETURN RECEIPT REQUESTED

Harriet Walker Montgomery
The heirs and Devisees of Harry H. Walker,
Deceased, and the Heirs and Devisees of Ila D. Walker, deceased
2605 E. 10th
Pine Bluff, Arkansas 71601

Dear Mrs. Montgomery:

This letter will serve as a notice that Mack Energy Corporation has requested administrative approval from the NMOCD for unorthodox location for the White Star Federal #6 under Rule 104.F. (3), due to the existing pipelines, well and facilities. The location for this well is 1650 FNL & 1115 FEL in Section 29-T17S-R29E, Eddy County, New Mexico. The well is encroaching the SW/4 NE/4 and the NW/4 NE/4 of Sec. 29-T17S-R29E in the East Empire Yeso Pool.

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Sincerely,

MACK ENERGY CORPORATION

Matt J. Brewer

Geological Engineer

Matt J. Brewer

MJB\jp

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March 1, 2000

VIA CERTIFIED MAIL P 059 487 294 RETURN RECEIPT REQUESTED

Billie L. Kruse, Trustee f/b/o Barbara Frankenfield 12 Laura Elizabeth Court Mansfield, TX 76063

Dear Ms. Frankenfield:

This letter will serve as a notice that Mack Energy Corporation has requested administrative approval from the NMOCD for unorthodox location for the White Star Federal #6 under Rule 104.F. (3), due to the existing pipelines, well and facilities. The location for this well is 1650 FNL & 1115 FEL in Section 29-T17S-R29E, Eddy County, New Mexico. The well is encroaching the SW/4 NE/4 and the NW/4 NE/4 of Sec. 29-T17S-R29E in the East Empire Yeso Pool.

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Sincerely,

MACK ENERGY CORPORATION

Matt J. Brewer

Geological Engineer

MJB\jp