

DATE 6/20/02	SUSPENSE 7/10/02	ENGINEER MS	LOGGED IN KV	TYPE NSL	APP NO. 217150722
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

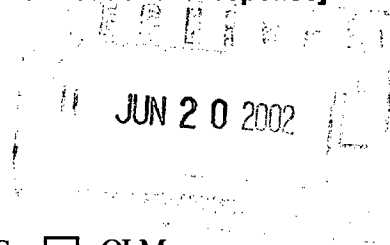
[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]
 [A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
 [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- [D] Other: Specify _____



- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or ☐ Does Not Apply
 [A] ☐ Working, Royalty or Overriding Royalty Interest Owners
 [B] ☒ Offset Operators, Leaseholders or Surface Owner
 [C] ☐ Application is One Which Requires Published Legal Notice
 [D] ☐ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
 [E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
 [F] ☐ Waivers are Attached

- [3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

- [4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Crissa D. Carter

Print or Type Name

Signature

Production Analyst

Title

6/18/02

Date

ccarter@pvtnetworks.net
 e-mail Address

MACK ENERGY CORPORATION

Post Office Box 960
Artesia, New Mexico 88211-0960
(505) 748-1288 / FAX (505) 746-9539

June 18, 2002

*Oil Conservation Division
Attn: Mike Stogner
1220 South St. Francis Dr.
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:

*Navaho Federal #6
2445 FSL & 1650 FEL
Sec. 30, T17S, R29E
Eddy County, New Mexico*

The well will be completed in the Paddock formation in the 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 map 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 an Amoco pipeline (Exhibit C).*
- D.) A lease & well location map showing that there is 1 well staked 2 producing wells and 1 other possible locations for effective 10-acre spacing on this particular 40-acre tract (Exhibit D).*

Oil Conservation Division

June 18, 2002

Page 2

Moving the location 135' to the north will give the distance needed to build a location away from the pipeline. The location would have to be moved approximately 400' south to get away from the Amoco pipeline, power lines and a Navajo pipeline to make it orthodox. Mack Energy Corporation is the operator of the lease we are encroaching on. There are no other possible orthodox locations for this well due to future and existing locations being located on 10-acre spacing.

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

Sincerely,

MACK ENERGY CORPORATION

A handwritten signature in cursive script, appearing to read "Crissa D. Carter".

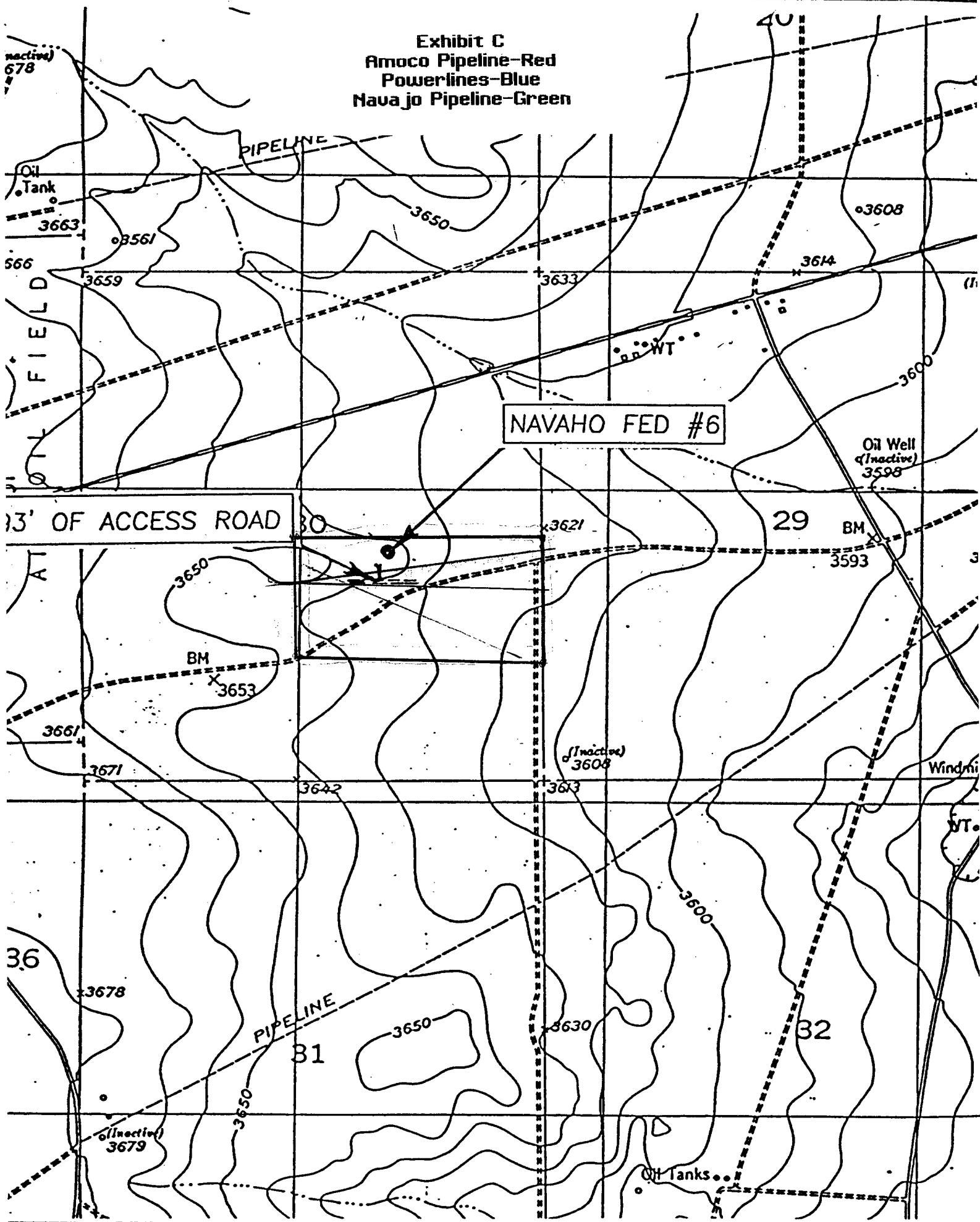
*Crissa D. Carter
Production Analyst*

CDC/jws

Enclosures

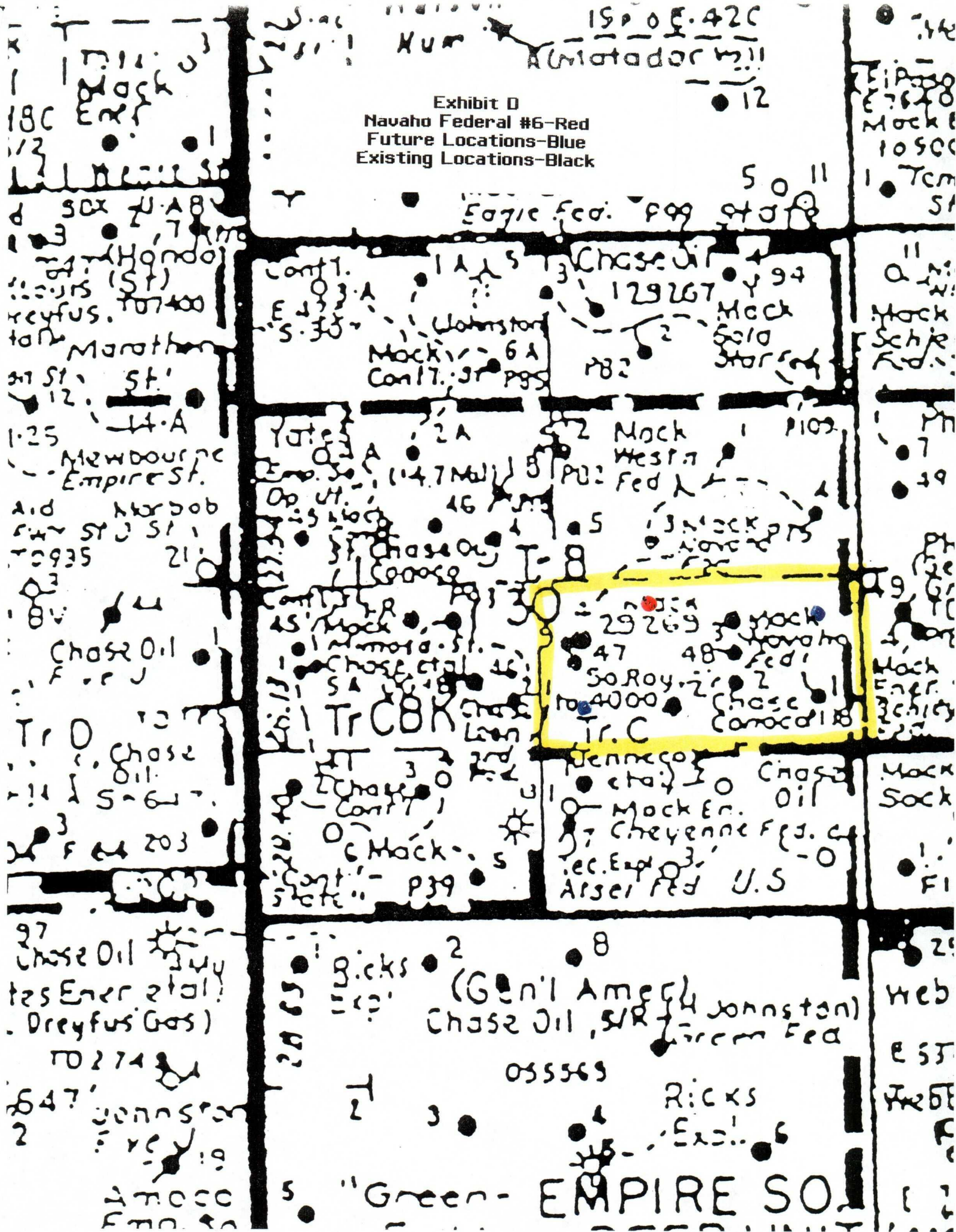
State of New Mexico

Exhibit C
Amoco Pipeline-Red
Powerlines-Blue
Navajo Pipeline-Green



190 E. 420
Hum
Amatador
12

Exhibit D
Navaho Federal #6-Red
Future Locations-Blue
Existing Locations-Black



CMD : ONGARD
OG5SECT INQUIRE LAND BY SECTION

06/21/02 08:08:29
OGOMES -T003
PAGE NO: 1

Sec : 30 Twp : 17S Rng : 29E Section Type : NORMAL

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E04201 0000	E04201 0000		
CONOCO INC	CONOCO INC	Federal owned	Federal owned
U	U	U	U
09/11/60	09/11/60		
C	A A	A A A	A A A

2	F	G	H
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CS	CS		
E04201 0000	E04201 0000		
CONOCO INC	CONOCO INC	Federal owned	Federal owned
U U	U U	U U	U U
09/11/60	09/11/60		
A C	A A A A	A A A A	A A A A

PF01 HELP PF02 PF03 EXIT PF04 GOTO PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

06/21/02 08:08:35
OGOMES -TQO3
PAGE NO: 2

Sec : 30 Twp : 17S Rng : 29E Section Type : NORMAL

3	K	J	I
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CONOCO INC	HARVEY E YATES CO		
U U 09/11/60	U U 09/18/66	U U R	U U R
A A A	A A A A	A A A A	A A A A
4	N	O	P
28.40	40.00	40.00	40.00
CS	CS	CS	CS
B07596 0000	B07596 0000	OPEN	OPEN
CONOCO INC	CONOCO INC		
U U 05/10/48	U U 05/10/48	U R	U R
A A	A A A A	A A C	C A

PF01 HELP PF02 PF03 EXIT PF04 GOTO PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

February 14, 2000

**Mack Energy Corporation
P. O. Box 960
Artesia, New Mexico 88211-0960
Attention: Matt Brewer**

Telefax No. (505) 746-2362

Administrative Order NSL-4406

Dear Mr. Brewer:

Reference is made to your application dated January 24, 2000 for an unorthodox oil well location within the Yeso formation for Mack Energy Corporation's proposed Navaho Federal Well No. 2 (API No. 30-015-30839) to be drilled 1550 feet from the South line and 1500 feet from the East line (Unit J) of Section 30, Township 17 South, Range 29 East, NMPM, Undesignated Empire-Yeso Pool, Eddy County, New Mexico. The NW/4 SE/4 of Section 30 is to be dedicated to this well in order to form a standard 40-acre oil spacing and proration unit.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox oil well location is hereby approved.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad