

Bill Richardson

Governor

Joanna Prukop Cabinet Secretary

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

July 14, 2003

Lori Wrotenbery Director Oil Conservation Division

The Wiser Oil Company P. O. Box 2568 Hobbs, New Mexico 88240

Attention: Mary Jo Turner

Re: Administrative application for an exception to Division Rule 104.B (1) for (The) Wiser Oil Company's proposed State "AZ" Well No.4 to be drilled 1310 feet from the South line and 330 feet from the West line (Unit M) of Section 16, Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico.

Dear Ms. Turner:

This letter acknowledges receipt of your administrative application dated June 18, 2003 for an unorthodox infill oil well location for the above described well within an existing standard 40-acre oil spacing and proration unit within the Grayburg Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool (**28509**) comprising the SW/4 SW/4 (Unit M) of Section 16, Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico. Please note that the Division did not receive this application until July 11, 2003. It has been assigned NMOCD application reference No. *pMES0-319254821*. Please refer to this number in future correspondence with the Division.

To assure that correlative rights are adequately protected between the mineral interest owners in the SW/4 SW/4 (Unit M) of Section 16, being a state lease for common schools issued by the New Mexico State Land Office (State Lease No. B-01565), and the affected offsetting 40-acre oil spacing and proration unit to the north in the NW/4 SW/4 (Unit L) of Section 16, being a separate state lease for common schools issued by the New Mexico State New Mexico State Land Office (State Lease No. B-03014), please provide the Division with a listing identifying all mineral interests (royalty, overriding royalty, and working) in both quarter-quarter sections and show the percentage owned in each lease.

Since the submitted information is insufficient to review, the application was ruled as incomplete on July 14, 2003. Please submit the above stated information by Wednesday, July 23, 2003.

In accordance with policy the Division cannot proceed with your application until the required information is submitted. Upon receipt, the Division will continue to process your application. The additional information can be faxed to (505) 476-3462, or mailed to the Division in Santa Fe. If the necessary information is not submitted, your application will be returned to you. Thank you for your assistance in this matter.

Sincerely

Michael E. Stogner Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division – Artesia
New Mexico State Land Office – Santa Fe
James Bruce, Legal Counsel for The Wiser Oil Company – Santa Fe