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PROFESSIONAL ASSOCIATION ATTORNEYS AND COUNSELORS AT LAW

December 31, 1998

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Michael E. Stogner Hearing Examiner Oil Conservation Division 2040 S. Pacheco Santa Fe, New Mexico 87505

Re: Case No. 11929, Order No. R-4430-B Application of Mobil Exploration & Producing TX & NM Inc.

Dear Mr. Stogner:

Upon review of Order No. R-4330-B in the referenced case, Mobil noted several clerical errors that, although minor, could cause confusion when the Order is implemented. In order to correct these errors, a Motion to Revise Order and a proposed Nunc Pro Tunc Order is enclosed for your consideration. Please contact me if you have any questions about Mobil's proposed revisions.

Your consideration in this matter is appreciated.

Sincerely,

Edmund H. Kendrick

EHK:dlo enclosure

cc: (w/encl.) Lori Wrotenbery, Director Rand L. Carroll, General Counsel

STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 11929

APPLICATION OF MOBIL EXPLORATION & PRODUCING TX & NM INC. FOR THREE HORIZONTAL INJECTION WELLS, AN ADMINISTRATIVE PROCEDURE FOR APPROVAL OF FUTURE HORIZONTAL INJECTION WELLS WITHIN THE NORTH VACUUM ABO UNIT PRESSURE MAINTENANCE PROJECT, AND QUALIFICATION OF THESE WELLS FOR THE RECOVERED OIL TAX CREDIT PURSUANT TO THE "NEW MEXICO OIL RECOVERY ACT," LEA COUNTY, NEW MEXICO.

MOTION TO REVISE ORDER

COMES NOW, the Applicant Mobil Exploration & Producing TX & NM Inc.

("Mobil"), by and through its attorneys, Montgomery & Andrews, P.A., and moves the Oil

Conservation Division for an order revising Order No. R-4430-B entered in this case by the

Division on August 25, 1998. As reasons therefor, Mobil states as follows:

1. Upon review of Order No. R-4430-B, Mobil noted several drafting errors.

2. Paragraph 13 of the findings section and paragraph 7 of the order section

contain a description of the EOR Expansion Area that is internally inconsistent and does not match the location of the eight producing wells within the EOR Expansion Area.

3. Paragraph 29 of the findings section and paragraph 4 of the order section refer to Exhibits "A" and "C" that do not exist.

4. These drafting errors, although minor, could cause confusion when Order No.

R-4430-B is implemented.

5. The revisions set forth in Attachment A to this Motion would correct these drafting errors.

WHEREFORE, Mobil respectfully requests that the Oil Conservation Division issue an order revising Order No. R-4430-B as set forth in Attachment A to be effective August 25, 1998.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

BY: Edward H Man

Edmund H. Kendrick P. O. Box 2307 Santa Fe, New Mexico 87504-2307 (505) 982-3873

Attorneys for Mobil Exploration & Producing TX & NM Inc.

ATTACHMENT A

Findings section

(13) The following described area consisting of 520 acres, more or less, should be established as the EOR Expansion Area:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM Section 23: S/2 SW/4 SW/4, NE/4 SW/4, S/2 SW/4, and SE/4, and SW/4 NE/4 Section 26: NW/4 NE/4, N/2 NW/4, and SW/4 NW/4 Section 27: NE/4 NE/4.

(29) The evidence and testimony presented in this case indicate that:

(a) the sidetracking of the three injection wells (Exhibit "A") and the two production wells (Exhibit "C") in the EOR Expansion Area should result in a substantial increase in the amount of crude oil ultimately recovered from the area;

* * *

Order section

(4) The three injection wells (Exhibit "A") shall be equipped with a pressure control device or acceptable substitute that will limit the surface injection pressure to no more than 4200 psi.

(7) The application of Mobil to qualify the following described 520 acres, more or less, ("EOR Expansion Area") within the Mobil North Vacuum Abo Pressure Maintenance Project in Lea County, New Mexico and the eight producing wells located within the EOR Expansion Area, listed in Exhibit "A", for the recovered oil tax rate under the Enhanced Oil Recovery Act (Chapter 7, Article 29A, NMSA 1978) is hereby approved:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM Section 23: S/2 SW/4 SW/4 NE/4 SW/4, S/2 SW/4, and SE/4, and SW/4 NE/4 Section 26: NW/4 NE/4, N/2 NW/4, and SW/4 NW/4 Section 27: NE/4 NE/4.

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Motion to Revise Order was hand delivered on this 31st day of December, 1998 to Michael E. Stogner, Hearing Examiner, Oil Conservation Division, 2040 South Pacheco, Santa Fe, New Mexico 87505.

Edmund H. Kendrick

STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 11929

APPLICATION OF MOBIL EXPLORATION & PRODUCING TX & NM INC. FOR THREE HORIZONTAL INJECTION WELLS, AN ADMINISTRATIVE PROCEDURE FOR APPROVAL OF FUTURE HORIZONTAL INJECTION WELLS WITHIN THE NORTH VACUUM ABO UNIT PRESSURE MAINTENANCE PROJECT, AND QUALIFICATION OF THESE WELLS FOR THE RECOVERED OIL TAX CREDIT PURSUANT TO THE "NEW MEXICO OIL RECOVERY ACT," LEA COUNTY, NEW MEXICO.

NUNC PRO TUNC ORDER

THIS MATTER is before the Oil Conservation Division on the Motion to Revise Order

filed by Applicant Mobil Exploration & Producing TX & NM Inc. The Division, being fully

advised in the premises, finds that the Motion should be, and hereby is, GRANTED.

IT IS HEREBY ORDERED that Order No. R-4430-B is revised effective August 25,

1998 as set forth in Attachment A appended hereto.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

LORI WROTENBERY Director

ATTACHMENT A

Findings section

(13) The following described area consisting of 520 acres, more or less, should be established as the EOR Expansion Area:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM Section 23: S/2 SW/4 SW/4, NE/4 SW/4, S/2 SW/4, and SE/4, and SW/4 NE/4 Section 26: NW/4 NE/4, N/2 NW/4, and SW/4 NW/4 Section 27: NE/4 NE/4.

(29) The evidence and testimony presented in this case indicate that:

(a) the sidetracking of the three injection wells (Exhibit "A") and the two production wells (Exhibit "C") in the EOR Expansion Area should result in a substantial increase in the amount of crude oil ultimately recovered from the area;

* * *

Order section

(4) The three injection wells (Exhibit "A") shall be equipped with a pressure control device or acceptable substitute that will limit the surface injection pressure to no more than 4200 psi.

(7) The application of Mobil to qualify the following described 520 acres, more or less, ("EOR Expansion Area") within the Mobil North Vacuum Abo Pressure Maintenance Project in Lea County, New Mexico and the eight producing wells located within the EOR Expansion Area, listed in Exhibit "A", for the recovered oil tax rate under the Enhanced Oil Recovery Act (Chapter 7, Article 29A, NMSA 1978) is hereby approved:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM Section 23: S/2 SW/4 SW/4 NE/4 SW/4, S/2 SW/4, and SE/4, and SW/4 NE/4 Section 26: NW/4 NE/4, N/2 NW/4, and SW/4 NW/4 Section 27: NE/4 NE/4.