



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

August 29, 2005

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Edge Petroleum Operating Company, Inc.
c/o **R. K. Ford & Associates, Inc.**
415 West Wall – Suite 1700
Wilco Building
Midland, Texas 79701

Attention: Lindsay Truesdell
RKFord1700@AOL.COM

Administrative Order NSL-5263

Dear Ms. Truesdell:

Reference is made to the following: (i) your application (***administrative application reference No. pSEM0-521745808***) filed on behalf of the operator Edge Petroleum Operating Company, Inc. ("Edge") with the New Mexico Oil Conservation Division ("Division") in Santa Fe, New Mexico on August 5, 2005; (ii) your telephone conversation with Mr. Michael E. Stogner, Engineer with the Division in Santa Fe on Thursday morning, August 18, 2005; and (iii) the Division's records in Santa Fe, including the file on Division Administrative Order NSL-5028: all concerning Edge's request for a non-standard deep gas well location to be applicable to any and all formations and/or pools from the top of the Wolfcamp to the base of the Morrow formation that are:

- (1) developed on 320-acre spacing; and
- (2) governed under the provisions of either Division Rule 104.C (2), which presently includes but not necessarily limited to the Box Canyon-Permo Pennsylvanian Gas Pool (72780), Undesignated Box Canyon-Strawn Gas Pool (72890), and Little Box Canyon-Morrow Gas Pool (90240).

The S/2 of Section 13, Township 21 South, Range 21 East, NMPM, Eddy County, New Mexico is to be dedicated to this well in order to form a standard 320-acre lay-down deep gas spacing unit.

This application has been duly filed under the provisions of Division Rules 104.F and 1207.A (2).

Edge Petroleum Operating Company, Inc. c/o R. K. Ford & Associates, Inc.
Division Administrative Order NSL-5263

August 29, 2005

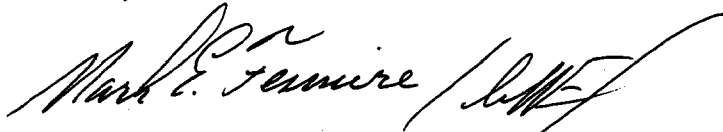
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By the authority granted me under the provisions of Division Rule 104.F (2), as revised, the following described well to be drilled at an unorthodox deep gas well location within this 320-acre unit is hereby approved:

Box Canyon "13" Federal Well No. 1
1185' FSL & 2035' FWL (Unit N)
(API No. 30-015-34252).

Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in black ink, appearing to read "Mark E. Fesmire", followed by a large, sweeping flourish that extends downwards and to the right.

Mark E. Fesmire, P. E.
Director

MEF/ms

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