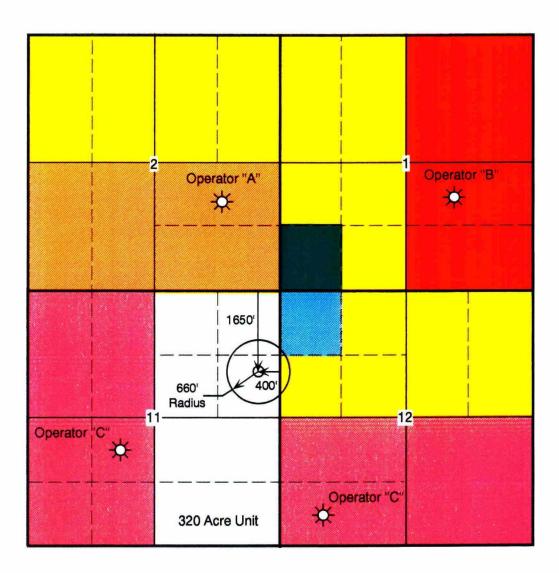
Rule 104 Radius of Encroachment for Lea, Chaves, Eddy and Roosevelt Counties

CASE A: ENCROACHMENT IN ONE DIRECTION



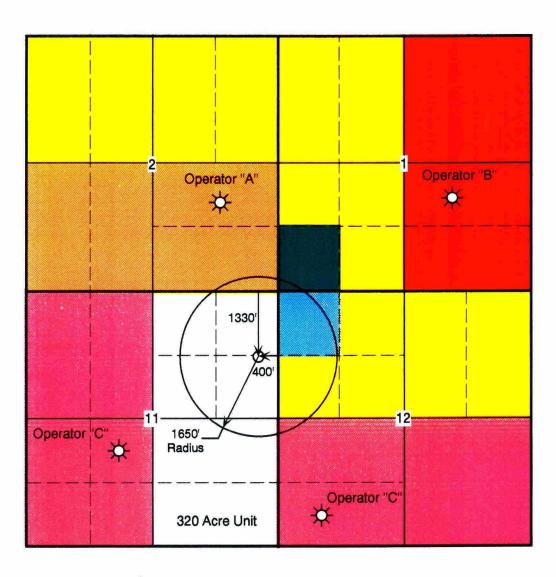
★ NOTIFICATION REQUIRED

Proposed Spacing Unit	*	Undeveloped Mineral Owner Tracts
Operator "A"	*	Undeveloped Lease
Operator "B"	*	Undeveloped Lease or Mineral Owner
Operator "C"		

320 ACRE UNIT SETBACKS: 660' from side & 1650' from end

Rule 104 Radius of Encroachment for Lea, Chaves, Eddy and Roosevelt Counties

CASE B: ENCROACHMENT IN TWO DIRECTIONS



★ NOTIFICATION REQUIRED

	Proposed Spacing Unit	*	Undeveloped Mineral Owner Tracts
*	Operator "A"	*	Undeveloped Lease
	Operator "B"	*	Undeveloped Lease or Mineral Owner
*	Operator "C"		

320 ACRE UNIT SETBACKS: 660' from side & 1650' from end