



JIM BACA
COMMISSIONER

State of New Mexico
OFFICE OF THE
Commissioner of Public Lands
Santa Fe

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

March 17, 1993

Campbell, Carr, Berge & Sheridan, P.A.
P. O. Box 2208
Santa Fe, New Mexico 87504-2208

Attn: Mr. William F. Carr

Re: Central EK Queen Unit
Preliminary Approval
Lea County, New Mexico

BEFORE EXAMINER STOGNER	
OIL CONSERVATION DIVISION	
SEELY	EXHIBIT NO. 4
CASE NO. 10647 AND 10648	

Dear Mr. Carr:

This office has reviewed the unexecuted copy of unit agreement for the proposed Central EK Queen Unit, Lea County, New Mexico. This agreement meets the general requirements of the Commissioner of Public Lands and has this date granted you preliminary approval as to form and content.

Preliminary approval shall not be construed to mean final approval of this agreement in any way and will not extend any short term leases until final approval and an effective date are given.

When submitting your agreement for final approval, please submit the following:

1. Formal application for final approval setting forth the tracts that have been committed and the tracts that have not been committed.
2. Initial Plan of Operation.
3. Amended schedule for data used in determining tract participation factors to support Exhibit "C".
4. Re-designation of well names and numbers.
5. All ratifications from Lessees of Record and Working Interest Owners. All signatures should be acknowledged before a Notary. One set must contain original signatures.
6. Order of the New Mexico Oil Conservation Division. Our approval will be conditioned upon subsequent favorable approval by the New Mexico Oil Conservation Division.

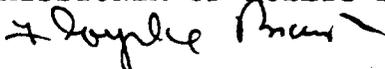
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7. Two copies of the Unit Operating Agreement.
8. Two copies of the Unit Agreement including Exhibits "A", "B", and "C".
9. A \$20,000.00 multi-lease surface improvement damage bond.
A copy of this bond has been enclosed.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: 
FLOYD O. PRANDO, Director
Oil/Gas and Minerals Division
(505) 827-5744
JB/FOP/pm
encls.
cc: Reader File
OCD-Santa Fe