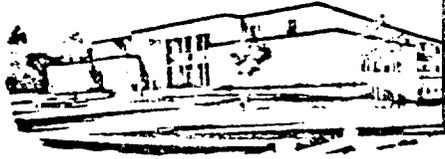




ALEX J. ARMIJO
COMMISSIONER

State of New Mexico BEFORE EXAMINER NUTTER



OIL CONSERVATION DIVISION

Gene EXHIBIT NO. 4
CASE NO. 7472

Commissioner of Public Lands

January 21, 1982

P. O. BOX 1148
SANTA FE, NEW MEXICO 87501

Scott E. Wilson
212 American Home Life Bldg.
Artesia, New Mexico 88210

Re: Proposed-Buffalo East Deep Unit
Lea County, New Mexico

ATTENTION: Mr. Scott E. Wilson

Gentlemen:

We have reviewed the unexecuted copy of the Unit Agreement for the proposed Buffalo East Deep Unit, Lea County, New Mexico and we find it meets the requirements of the Commissioner of Public Lands, therefore, we have given you preliminary approval as to form and content.

There are a few corrections which we have marked in red on the enclosed copy. Preliminary Approval is given with the understanding that these corrections have been made.

When submitting your agreement for final approval the following are required by this office.

1. Application for final approval stating Tracts committed and Tracts not committed.
2. Two fully executed copies of the Unit Agreement together with two copies of Exhibits "A" and "B".
3. All ratifications from lessees of Record and Working Interest Owners, two sets, one must contain original signatures and all must have been acknowledged before a Notary Public.
5. Order of the New Mexico Oil Conservation Division.
6. The filing fee in the amount of Ten (\$10.00) Dollars per Section or Partial section thereof, therefore, the balance remaining is Forty (\$40.00) Dollars. Your Ten (\$10.00) Dollars have been received.

Scott E. Wilson
January 21, 1982
page 2

If we may be of further help please do not hesitate to call on us.

Very truly yours,

ALEX J. ARMIJO
COMMISSIONER OF PUBLIC LANDS

BY:
RAY D. GRAHAM, Director
Oil and Gas Division
AC 505/827-2748

AJA/RDG/pm
encls.