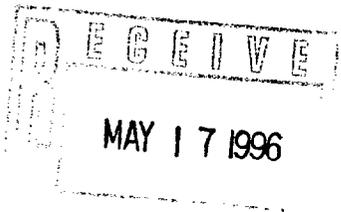




11703



State of New Mexico
Commissioner of Public Lands

RAY POWELL, M.S., D.V.M.
COMMISSIONER

310 OLD SANTA FE TRAIL P.O. BOX 1148

(505) 827-5760
FAX (505) 827-5766

SANTA FE, NEW MEXICO 87504-1148

May 15, 1996

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

Attn: Ms. Tanya M. Trujillo

Re: Final Approval
Lewis Unit
Lea County, New Mexico

Dear Ms. Trujillo:

We received your letter of May 8, 1996, requesting final approval of the Lewis Unit Agreement, Lea County, New Mexico.

The Commissioner of Public Lands has this date granted final approval to the referenced Unit Agreement. The effective date of the agreement is May 15, 1996.

Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Enclosed are five Certificates of Approval. Your filing fee of \$60.00 has been received.

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

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

BY: 
LARRY KEHOE, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/LK/pm

cc: Reader File

OCD: Mr. Roy Johnson

TRD: Mr. Valdean Severson

UNIT NAME: LEWIS UNIT
 OPERATOR: COBRA OIL & GAS CORPORATION
 COUNTY: LEA

DATE	OCC CASE NO.	TOTAL	STATE	FEDERAL	INDIAN	SEGREGATION	TERM
APPROVED	OCC ORDER NO.	ACREAGE	ACREAGE	ACREAGE	FEE	CLAUSE	

EFFECTIVE	11465-11466	80	80	0	0	STRICT	5 YEARS SO LONG AS
5/15/96	R-10554						

APPROVALS

SLO--05-15-96
 OCD--03-04-96

TOWNSHIP 10 SOUTH, RANGE 36 EAST

SECTION 3: SW/4SW/4
 SECTION 4: SE/4SE/4

EXHIBIT "B" SCHEDULE OF OWNERSHIP

Schedule Showing All Lands and Leases
Within the LEWIS UNIT
LEA COUNTY, NEW MEXICO

TRACT NO.	DESCRIPTION OF LANDS	ACRES	SERIAL NO. AND EXPIRATION DATE	BASIC ROYALTY AND PERCENTAGE	LESSEE OF RECORD	OVERRIDING ROYALTY AND PERCENTAGE	WORKING INTEREST AND PERCENTAGE	BENEFICIARY
1	SW/4 SW/4, Sec. 3 T.10 South, R. 36 East	40	VA-957 Exp. 1998	12.5%	Southwest Royalties, Inc		87.5%	N.M. Tech
2	SE/4 SE/4, Sec. 4 T.10 South, R. 36 East	40	V-4678 Exp. July 2000	12.5%	Santa Fe Energy Resources, Inc.		87.5%	N.M. Tech

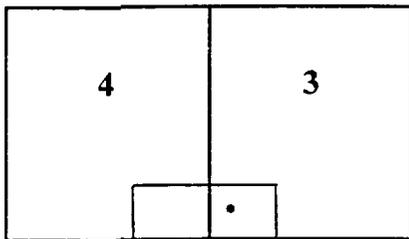
RECAPITULATION

80	Acres of State of New Mexico Lands	100%
	Acres of Fee Lands	%
		%
Total	80	100%

EXHIBIT "A" MAP OF UNIT AREA

**LEWIS UNIT
LEA COUNTY, NEW MEXICO**

**T.10 South, R. 36 East
Section 3: SW/4 SW/4
Section 4: SE/4 SE/4**



FEDERAL LANDS: 0 acres

STATE LANDS: 80 acres

FEE LANDS: 0 acres

TRACT NUMBER:

UNIT OUTLINE: *****



11465

COMMUNICATIONS DIVISION
MAY 1 1996

RAY POWELL, M.S., D.V.M.
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148

SANTA FE, NEW MEXICO 87504-1148

(505) 827-5760
FAX (505) 827-5766

May 1, 1996

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

Attn: Ms. Tanya Trujillo

Re: Preliminary Approval
Proposed Lewis Unit
Lea County, New Mexico

Dear Ms. Trujillo:

We have received the unit agreement which you have submitted on behalf of Cobra Oil & Gas Corporation for the proposed Lewis Unit area, Lea County, New Mexico. This agreement meets the general requirements of the Commissioner of Public Lands, who 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 have been given. Also, please be advised that any well completed prior to the effective date of this agreement, which has penetrated the objective horizon prior to said effective date will not be considered as an exploratory unit well and will not be allowed as a unit well.

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

1. Application for final approval by the Commissioner setting forth the tracts that have been committed and the tracts that have not been committed.
2. All ratifications from the Lessees of Record and Working Interest Owners. All signatures should be acknowledged by a notary and one set must contain original signatures.
3. Order of the New Mexico Oil Conservation Division. Our approval will be conditioned upon subsequent favorable approval by the New Mexico Oil Conservation Division.

Campbell, Carr & Berge, P.A.

Page 2

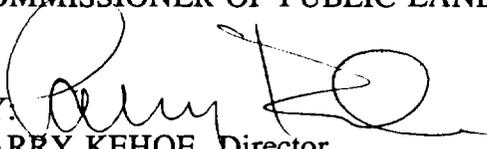
May 1, 1996

4. Two copies of the Unit Agreement.
5. A copy of the Unit Operating Agreement (if applicable).
6. A filing fee in the amount of \$60 dollars. The filing fee for a Unit Agreement is thirty (\$30.00) dollars for every section or partial section thereof.
7. Copies of the OCD well records for your initial well.

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

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

BY: 
LARRY KEHOE, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/LK/cpm

cc: Reader File
OCD-Santa Fe -- Attention: Mr. Roy Johnson