



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

July 26, 2006

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Apache Corporation

c/o **James Bruce**

P. O. Box 1056

Santa Fe, New Mexico 87504

CORRECTED Division Administrative Order NSL-5386 (SD)

Dear Mr. Bruce:

Due to inadvertence Division Administrative Order NSL-5386 (SD) issued on Division administrative application reference No. pTDS0-611843921 and dated June 5, 2006 does not correctly state the intended order of the Division.

The forth paragraph on page 1 of Division Administrative Order NSL-5386 (SD), be and the same, is hereby amended to read in its entirety as follows:

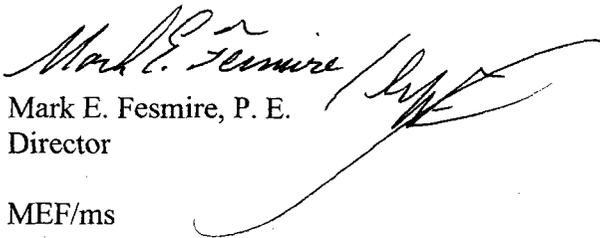
"This 40-acre Grayburg oil spacing and proration unit is currently dedicated to Apache Corporation's Hawk "A" Well No. 10 (API No. 30-025-35803), located at a standard oil well location 2100 feet from the North and East lines of Section 8."

Also, the pool code for the Penrose Skelly (Grayburg) Pool is **50350**.

The corrections set forth in this order, which is hereby entered into the Division's administrative database as administrative application reference No. pMES0-620740320, shall be entered retroactively as of June 5, 2006; all other provisions of Division Administrative Order NSL-5386 (SD) shall remain in full force and effect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,



Mark E. Fesmire, P. E.

Director

MEF/ms

cc: New Mexico Oil Conservation Division – Hobbs

File: Division Administrative Order NSL-5386 (SD)