



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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STATE LAND OFFICE BUILDING
SANTA FE NEW MEXICO 87504
(505) 827-5800

January 4, 1989

M. Brad Bennett
c/o Dickerson, Fisk & Vandiver
7th & Mahone - Suite E
Artesia, NM 88210

Attention: Chad Dickerson

Amended Administrative Order NSP-1039

Dear Mr. Dickerson:

Reference is made to your letter on behalf of M. Brad Bennett, Inc. dated November 23, 1988 and as directed by Division Order No. R-8792, issued in Case No. 9519 and dated December 14, 1988. Division Administrative Order NSP-1039, dated January 26, 1977 authorized a 304-acre non-standard gas spacing and proration unit consisting of Lots 17 and 18, the E/2 SW/4, and the SE/4 of Section 6, Township 16 South, Range 34 East, NMPM, Lea County, New Mexico, to be dedicated to the Mark Production Company State "E" Com Well No. 1 located at a standard gas well location 660 feet from the South line and 1980 feet from the West line (Unit V) of said Section 6.

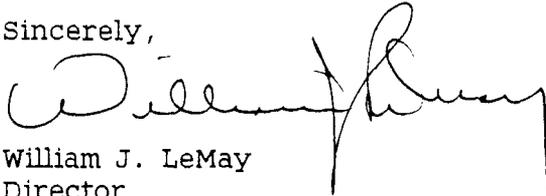
At this time, said Administrative Order NSP-1039 is hereby amended to reflect to following additions and changes:

- 1) the aforementioned non-standard gas proration unit in the Pennsylvanian formation (which includes, but not necessarily limited to the Hume-Atoka Gas Pool and the Hume-Morrow Gas Pool) shall now be dedicated to a well to be drilled at a previously approved unorthodox gas well location (see R-8792) 660 feet from the South and East lines (Unit X) of said Section 6;
- 2) the aforementioned State "E" Com Well No. 1 is to be recompleted into the Wolfcamp formation; therefore, all provisions in said Order NSP-1039 shall be limited only to the Wolfcamp formation until further notice; and,
- 3) M. Brad Bennett, Inc. shall be named the operator of the aforementioned units and wells.

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By authority granted me under the provision of Rule 104.D.II and Order No. R-8792, the above-described amendments shall become effective immediately.

Sincerely,

A handwritten signature in cursive script, appearing to read "William J. LeMay". The signature is written in black ink and is positioned above the typed name and title.

William J. LeMay
Director

cc: Oil Conservation Division - Hobbs
NM State Land Office - Santa Fe
NM Oil and Gas Engineering Committee - Hobbs