

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

CASE NO. 13301
ORDER NO. R-8170-R (1)

APPLICATION OF HEC PETROLEUM, INC. TO AMEND THE SPECIAL RULES AND REGULATIONS FOR THE CATCLAW DRAW-MORROW GAS POOL, EDDY COUNTY, NEW MEXICO.

NUNC PRO TUNC ORDER

BY THE DIVISION:

It appearing to the New Mexico Oil Conservation Division ("Division") that Order No. R-8170-R, issued in Case No. 13301 on October 4, 2004, does not correctly state the intended order of the Division.

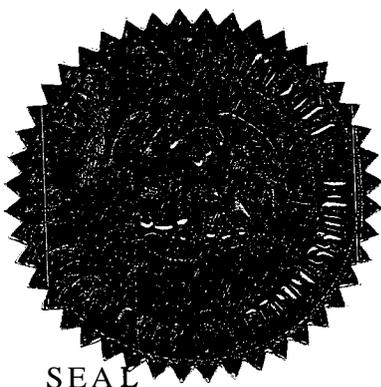
IT IS THEREFORE ORDERED THAT:

(1) Finding Paragraph No. (12) on page 5 of Order No. R-8170-R, be and the same, is hereby amended to read in its entirety as follows:

"(12) The geologic and engineering evidence presented demonstrates that approval of additional infill drilling (one well per quarter section) within the Catclaw Draw-Morrow Gas Pool will provide the operators in the pool the opportunity to recover additional gas reserves, which may otherwise not be recovered by the existing wells or development under the existing rules currently governing the pool, thereby preventing waste."

(2) The corrections set forth in this order shall be entered retroactively as of October 4, 2004.

DONE at Santa Fe, New Mexico, on this 26th day of October 2004.



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read "Mark E. Fesmire".

MARK E. FESMIRE, P. E.
Director