OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

March 23, 2000

Arch Petroleum, Inc. P. O. Box 10340 Midland, Texas 79702

Attention: Garland H. Lang III

Corrected

Administrative Order NSL-4421

Dear Mr. Lang:

Due to inadvertence the description of the standard 80-acre oil spacing and proration unit within the Fowler-Upper Yeso Pool to be assigned Arch Petroleum, Inc.'s Lillie Well No. 3 (API No. 30-025-11211), located at an unorthodox oil well location 2310 feet from the North line and 330 feet from the West line (Unit E) of Section 23, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico, approved by Division Administrative Order NSL-4421, dated March 16, 2000, was incorrect and shall be amended at this time to read as follows:

"The W/2 NW/4 of Section 23, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico is to be dedicated to this well in order to form a standard 80-acre stand-up oil spacing and proration unit for the Fowler-Upper Yeso Pool".

Further, all other provisions of Division Administrative Order NSL-4421 shall remain in full force and effect until further notice.

Sincerely,

Lori Wrotenbery

Director

cc:

LW/MES/kv

New Mexico Oil Conservation Division - Hobbs

File: NSL-4421