STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

April 16, 1997

Mack Energy Corporation P. O. Box 960 Artesia, New Mexico 88211-0960 Attention: Crissa D. Carter

Administrative Order NSL-3789

Dear Ms. Carter:

Reference is made to your application dated March 21, 1997 for a non-standard oil well location for the proposed Willow State Well No. 4 to be drilled 1190 feet from the South line and 330 feet from the East line (Unit P) of Section 16, Township 17 South, Range 31 East, NMPM, Fren-Paddock Pool, Eddy County, New Mexico. The SE/4 SE/4 of said Section 16 is to be dedicated to said well to form a standard 40-acre oil spacing and proration unit for said pool.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox oil well location is hereby approved.

Sincerely, William J. LeMay Director WJL/MES/kv

cc: Oil Conservation Division - Altesia New Mexico State Land Office - Santa Fe