



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

ADMINISTRATIVE ORDER OLS-180

Mack Energy Corporation
P.O. Box 960
Artesia, New Mexico 88211-0960

Attention: Mr. Robert C. Chase

As an exception to the requirements of Rule 309-A of the Division Rules and Regulations, and pursuant to the provisions of Rule 309-C, the above named company is hereby authorized off-lease storage for Loco Hills Paddock (96718) Pool production from the following lease:

Lease Name: Berry 'A' Federal Well No.3

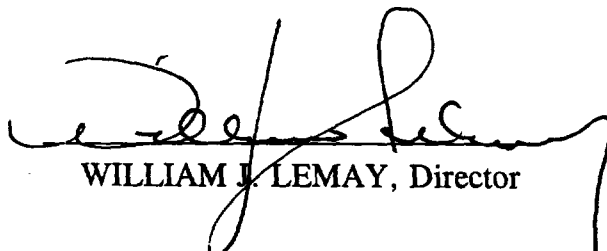
Description: NE/4 NW/4 and S/2 NW/4 of Section 21, Township 17 South, Range 30 East, Eddy County, New Mexico.

The aforementioned production is to be transported prior to measurement and storage at the Berry 'A' Federal Off Lease Storage Facility located in Unit 'L' of Section 16, Township 17 South, Range 30 East (Wichita State Lease), NMPM, Eddy County, New Mexico.

NOTE: This installation shall be operated in accordance with the provisions of Rules 309-A and 309-B of the Division Rules and Regulations and there shall be no intercommunication of the handling, separating, treating, or storage facilities designated to each of the above leases.

REMARKS: The operator shall notify the Artesia district office upon implementation of subject operations.

DONE at Santa Fe, New Mexico, on this 17th day of September, 1997.


WILLIAM J. LEMAY, Director

WJL/BES

cc: Oil Conservation Division - Artesia
Bureau of Land Management - Carlsbad