



**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-186

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

Attention: Mr. Matt J. Brewer

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 and measurement for Loco Hills-Paddock (96718) Pool production from the following lease:

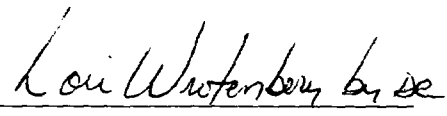
Lease: Brigham H Lease (State Lease No. LC-029342-H)
Description: SW/4 NW/4 of Section 21, Township 17 South, Range 30 East, NMPM,
Eddy County, New Mexico.

The aforementioned production is to be transported prior to measurement and storage at the Federal S Lease (Lease No. LC-028936-C) off-lease storage and measurement facility located in Unit C of Section 28, Township 17 South, Range 30 East, NMPM, Eddy County, New Mexico.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 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 the above lease.

REMARKS: The operator shall notify the Artesia district office of the Division prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 10th day of April, 2000.


LORI WROTENBERY,
Division Director

LW/MWA/kv

cc: Oil Conservation Division - Artesia
Bureau of Land Management - Carlsbad
State Land Office - Oil & Gas Division