



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



April 20, 1992

BRUCE KING
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Marks & Garner Production Company
P.O. Box 70
Lovington, New Mexico 88260

Attention: Debra M. Necaie

Administrative Order NSP-1645

Dear Ms. Necaie:

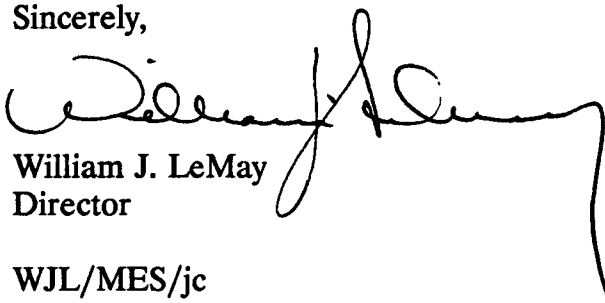
Reference is made to your application dated March 9, 1992 for a 40.40-acre non-standard oil proration unit consisting of the following acreage in the Baum - Upper Pennsylvanian Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 14 SOUTH, RANGE 32 EAST, NMPPM
Section 2: Lot 1 (NE/4 NE/4 equivalent)

It is my understanding that this unit is to be dedicated to your Baum 704-JD-D Well No. 1 located at a standard oil well location 660 feet from the North line and 510 feet from the East line (Unit A) of said Section 2.

By authority granted me under the provisions of Rule 3 of the Special Rules and Regulations for the Baum - Upper Pennsylvanian Pool, as promulgated by Division Order R-3368-A, you are hereby authorized to operate the above-described acreage as a non-standard oil proration unit, with allowable to be assigned thereto in accordance with Rule 6 of said pool rules based upon the unit size of 40.40 acres.

Sincerely,



William J. LeMay
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs
NMSLO - Santa Fe