



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

February 20, 1996

**Arch Petroleum, Inc.**  
**10 Desta Drive - Suite 420 "E"**  
**Midland, Texas 79705**  
**Attention: Bobbie Brooks**

*Administrative Order NSP-1751*

Dear Ms. Brooks:

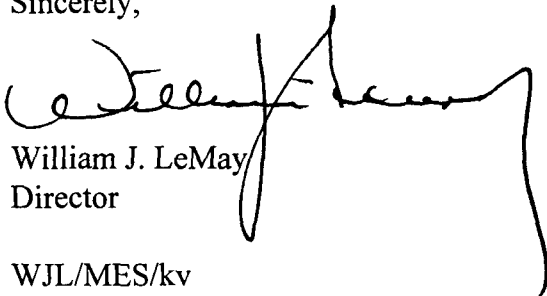
Reference is made to your application dated January 31, 1996 for an 80-acre non-standard gas spacing and proration unit consisting of the following acreage in the Tubb Oil and Gas Pool:

LEA COUNTY, NEW MEXICO  
TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM  
Section 29: N/2 SE/4

It is my understanding that this unit is to be dedicated to your existing Higgins Well No. 1 (API No. 30-025-12146), located at a standard gas well location 1980 feet from the South and East lines (Unit J) of said Section 29.

By authority granted me under the provisions of Rule 2(a)4 of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Tubb Oil and Gas Pool*", as promulgated by Division Order No. R-8170, as amended, you are hereby authorized to operate the above-described non-standard gas spacing and proration unit, with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 80 acres.

Sincerely,



William J. LeMay  
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs