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

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION FOR AMENDMENTS OF 19.5.14.8 AND 19.15.16.

CASE NO. 14744

ORDER NO. 13499-A

NUNC PRO TUNC ORDER OF THE COMMISSION

It appearing that due to inadvertence, there are errors in internal cross-references in Paragraph (1) of Subsection M of 19.15.16.7 NMAC, Paragraph (1) of Subsection B of 19.15.16.15 NMAC, and Paragraph (1) of Subsection E of 19.15.16.15 NMAC in Exhibit A of No. R-13499, dated January 23, 2012,

IT IS THEREFORE ORDERED THAT:

1. Paragraph (1) of Subsection M of 19.15.16.7 NMAC of Exhibit A is amended to read in its entirety as follows:

"(1) is described in Paragraph (2) of Subsection L of 19.15.16.7 NMAC;"

2. Paragraph (1) of Subsection B of 19.15.16.15 NMAC of Exhibit A is amended to read in its entirety as follows:

"(1) Horizontal wells drilled in project areas as defined in Subsection L of 19.15.16.7 NMAC shall have setbacks from the outer boundaries of the project area the same as if the well were drilled in a single spacing unit for the pool."

3. Paragraph (1) of Subsection E of 19.15.16.15 NMAC of Exhibit A is amended to read in its entirety as follows:

"(1) Except as provided in Paragraphs (2) and (3) of Subsection E of 19.15.16.15 NMAC, a project area may be formed by filing a form C-102 designating the proposed project area, and simultaneously mailing or delivering a copy thereof to the New Mexico state land office if the proposed project area includes state trust lands."

4. The corrections set forth in this order be entered nunc pro tunc as of January 23, 2012.

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DONE at Santa Fe, New Mexico on the 23rd of January 2012.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JAMI BAILEY, Chair

SEAL