

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

IN THE MATTER OF THE APPLICATION OF
PARKER & PARSLEY DEVELOPMENT, L.P.
FOR AUTHORITY TO INSTITUTE A WATER
INJECTION PROJECT FOR SECONDARY
RECOVERY OF HYDROCARBONS AND FOR
QUALIFICATION FOR THE RECOVERED
OIL TAX RATE, LEA COUNTY, NEW MEXICO

Case No. 11,704

A M E N D E D A P P L I C A T I O N

Parker & Parsley Development, L.P. hereby applies for an Order approving the institution of a water injection project for secondary recovery of hydrocarbons in the proposed Lusk West (Delaware) Unit located in Lea County, New Mexico, and to qualify the project for the recovered oil tax rate, and in support thereof, states:

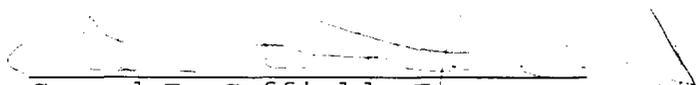
1. The above case was filed by Parker & Parsley Development, L.P. on December 16, 1996. The original Application, and all supporting exhibits, are incorporated herein by reference. A request for qualification for the Recovered Oil Tax Rate was not included at that time.

2. Parker & Parsley Development, L.P. requests qualification of the pressure maintenance project for the recovered oil tax rate pursuant to the Enhanced Oil Recovery Act, L. 1992, Ch. 38, and Division Order No. R-9708.

WHEREFORE, Parker & Parsley Development, L.P. requests that this Amended Application be set for hearing before the Division, and that after hearing the Division enter its Order approving the secondary recovery project and qualifying this project as an Enhanced Oil Recovery Project.

RESPECTFULLY SUBMITTED:

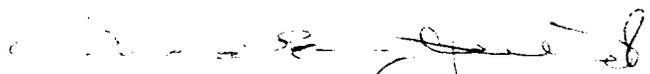
HINKLE, COX, EATON,
COFFIELD & HENSLEY, L.L.P.


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Attorneys for Parker & Parsley
Development, L.P.

CERTIFICATE OF MAILING

I hereby certify that I have caused to be mailed by certified mail, return receipt requested, a true and correct copy of the foregoing Amended Application on this 14th day of January, 1997 to the following counsel of record:

William F. Carr, Esq.
CAMPBELL, CARR, BERGE & SHERIDAN, P.A.
Post Office Box 2208
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