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

IN THE MATTER OF:

APPLICATION OF LYNX PETROLEUM CONSULTANTS, INC. FOR PERMIT TO DRILL IN POTASH AREA, EDDY "BD" STATE NO. 2 WELL, EDDY COUNTY, NEW MEXICO

CASE NO. 13762 ORDER NO. R-12628

ORDER OF THE OIL CONSERVATION DIVISION

BY THE DIVISION:

THIS MATTER came before the Director of the Oil Conservation Division (the Director) on September 8, 2006, and the Director, having carefully considered the matter, now, on this 12th day of September, 2006,

FINDS,

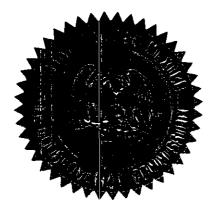
- 1. Notice has been given of the application, and the Division has jurisdiction of the parties and the subject matter herein.
- 2. The Director has discretion, pursuant to Division Rule 1218.B to order that any application filed with the Division be heard by the Oil Conservation Commission (the Commission) in the first instance.
- 3. Due to the importance of the issues, this case should be heard by the Oil Conservation Commission.

IT IS THEREFORE ORDERED THAT:

- A. This case shall be heard by the entire Commission.
- B. The Commission Secretary is directed to place this case on the docket of the Commission on the next feasible date.
- C. Jurisdiction of this case is retained for the entry of such further orders as the Commission may deem necessary.

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DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



SEAL

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

MARK E. FESMIRE, RE. DIRECTOR