



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

July 1, 1997

Mack Energy Corporation  
P. O. Box 960  
Artesia, New Mexico 88211-0960  
Attention: Matt J. Brewer

*Administrative Order NSL-3818*

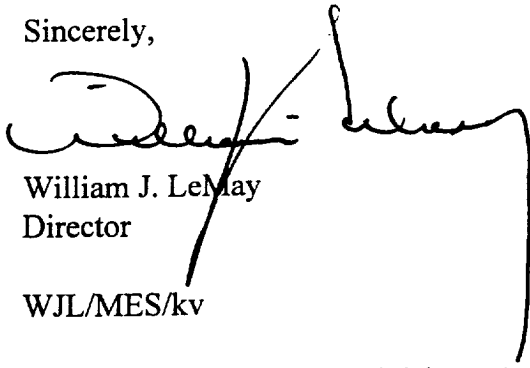
Dear Mr. Brewer:

Reference is made to your application dated May 15, 1997 for a non-standard oil well location for the proposed Berry "A" Federal Well No. 8 (API No. 30-015-29565) to be drilled 2080 feet from the South line and 1525 feet from the East line (Unit F) of Section 21, Township 17 South, Range 30 East, NMPM, Grayburg Jackson Pool and Undesignated-Locho Hills-Paddock Pool, Eddy County, New Mexico. The SE/4 NW/4 of said Section 21 is to be dedicated to said well to form a standard 40-acre oil spacing and proration unit.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,



William J. LeMay  
Director

WJL/MES/kv

cc: Oil Conservation Division - Artesia  
U. S. Bureau of Land Management - Carlsbad