



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

June 2, 1999

RECEIVED
OCD
ARTESIA

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

Telefax No. (505) 746-2362

Administrative Order NSL-4300

Dear Mr. Brewer:

Reference is made to your application dated May 27, 1999 for an unorthodox oil well location within the East Empire-Yeso Pool for Mack Energy Corporation's proposed White Star Federal Well No. 8 to be drilled 1002 feet from the North line and 2310 feet from the West line (Unit C) of Section 29, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico. The NE/4 NW/4 of Section 29 is to be dedicated to this well in order 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 Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

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

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

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