



NEW MEXIC ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

November 30, 1999



Mack Energy Corporation
P. O. Box 960
Artesia, New Mexico 88211-0960

Attention: Matt J. Brewer

Re: *Administrative application dated November 17, 1999 for Mack Energy Corporation's Lucky Mack Federal Well No. 1 (API No. 30-015-30265) located at an unorthodox oil well location in both the Red Lake-Queen-Grayburg-San Andres Pool and the Undesignated Red Lake-Glorieta-Yeso Pool 1650' FSL & 1450' FEL (J) of Section 6, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico, within a standard 40-acre oil spacing and proration unit comprising the NW/4 SE/4 of Section 6.*

Dear Mr. Brewer:

In reviewing the subject application clarification as to required notification is needed. The current Division Rules 104.F (3), 104.F (4), and 1207.A (2) require that, in the absence of an operator, any lessees of diagonal or adjoining leases owning interests in the same pool as the proposed well be notified (see copy of applicable rules attached). Was this done for those owners of mineral interests in the Glorieta/Yeso interval underlying the NE/4 SE/4 (Unit I) and the SE/4 SE/4 (Unit P) of Section 6?

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

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