

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

***CASE NO. 12181
ORDER NO. R-11242-B***

**APPLICATION OF DAVID H. ARRINGTON OIL & GAS, INC. FOR AN
UNORTHODOX LOCATION AND FOR AN EXCEPTION TO DIVISION RULE
104.D (3) FOR SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.**

AMENDED ORDER

BY THE DIVISION:

It appearing to the New Mexico Oil Conservation Division ("Division") that Order No. R-11242, dated September 8, 1999, does not correctly state the intended order of the Division.

IT IS THEREFORE ORDERED THAT:

(1) Ordering Paragraph No. (3) on page 6 of Order No. R-11242 is hereby amended to read in its entirety as follows:

“ (3) Gas production from any "deep gas formations subject to 320-acre gas spacing" within the Mayfly "14" State Com Well No. 1 shall be subject to a 50 percent production penalty. This penalty shall be assessed against the well's ability to produce as determined from a deliverability test to be conducted on the well on a semi-annual basis. The applicant shall be required to notify Yates Petroleum Corporation, Ocean Energy, Inc. and the Division's Hobbs District Office of the date and time the semi-annual deliverability test is to be conducted in order that the test may be witnessed.”

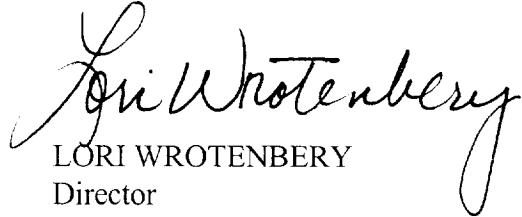
(2) The corrections set forth in this order shall be entered retroactively as of September 8, 1999.

DONE at Santa Fe, New Mexico, on this 27th day of June, 2000.



SEAL

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


LORI WROTENBERY
Director