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

March 23, 2000

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

Attention: Matt J. Brewer

Telefax No. (505) 746-2362

Administrative Order NSL-4422(SD)

Dear Mr. Brewer:

Reference is made to your application dated March 1, 2000 for Mack Energy Corporation's ("Mack Energy") request for an unorthodox infill oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 NE/4 (Unit H) of Section 29, Township 17 South, Range 29 East, NMPM, East Empire-Yeso Pool, Eddy County, New Mexico.

This 40-acre unit is currently dedicated to Mack Energy's White Star Federal Well No. 1 (API No. 30-015-29986) located at a standard oil well location 2150 feet from the North line and 330 feet from the East line of Section 29.

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By the authority granted me under the provisions of Division Rule 104.F (2), the following described well to be drilled at an unorthodox infill oil well location within the SE/4 NE/4 of Section 29 is hereby approved:

> White Star Federal Well No. 6 1650' FNL & 1115' FEL (API No. 30-015-30992)

Further, both the existing White Star Federal Well No. 1 and the proposed White Star Federal Well No. 6 are to be simultaneously dedicated to the subject 40-acre unit.

Sincerely,

Lori Wrotenbery

Director

LW/MES/kv

New Mexico Oil Conservation Division - Artesia cc:

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U. S. Bureau of Land Management - Carlsbad