

State of New Mexico



W.R. HUMPHRIES  
COMMISSIONER

Commissioner of Public Lands

February 22, 1989

P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148

Texmex Seven Ltd.  
Attn: Mr. E. Richard Neff  
150 Washington Avenue, Suite 202  
Santa Fe, New Mexico 87501

#9620

Re: Proposed Exploratory Unit  
Pretty Bird Unit  
Chaves County, New Mexico

Gentlemen:

This office has reviewed the unexecuted copy of unit agreement which you have submitted for the proposed Pretty Bird Unit Area, Chaves County, New Mexico. This agreement meets the general requirements of the Commissioner of Public Lands and has this date granted you preliminary approval as to form and content.

Preliminary approval shall not be construed to mean final approval of this agreement in any way and will not extend any short term leases, until final approval and an effective date have been given. Also, any well commenced prior to the effective date of this agreement which penetrates its objective horizon prior to said effective date shall not be construed as the initial test well.

When submitting your agreement for final approval, please submit the following:

1. Application for final approval by the Commissioner setting forth the tracts that have been committed and the tracts that have not been committed.
2. All ratifications from the Lessees of Record and Working Interest Owners. All signatures should be acknowledged by a notary and one set must contain original signatures.
3. Order of the New Mexico Oil Conservation Division. Our approval will be conditioned upon subsequent favorable approval by the New Mexico Oil Conservation Division.

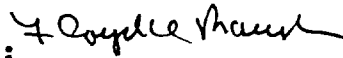
Ramsey Petroleum Company  
February 22, 1989  
Page 2

4. Designation from the Bureau of Land Management. Our Approval will be subject to like approval by the Bureau of Land Management.
5. The filing fee for a Unit Agreement is Thirty (\$30.00) Dollars for every section or partial section thereof. Please submit a filing fee in the amount of \$480.00 Dollars.

If we may be of further help please do not hesitate to call on us.

Very truly yours,

W. R. HUMPHRIES  
COMMISSIONER OF PUBLIC LANDS

BY:   
FLOYD O. PRANDO, Director  
Oil and Gas Division  
(505) 827-5744

WRH/FOP/pm  
encls.

cc: OCD-Santa Fe, New Mexico  
BLM-Roswell, New Mexico

TEXMEX SEVEN LTD  
OIL AND GAS EXPLORATION

150 WASHINGTON AVENUE, SUITE 202  
SANTA FE, NEW MEXICO 87501  
505-982-6199

April 28, 1989

*Case No. 9620*  
*m. s.*

RECEIVED

MAY - 1 1989

OIL CONSERVATION COM. V.  
SANTA FE

Oil Conservation Commission  
State of New Mexico  
P O Box 2088  
Santa Fe, NM 87501

Attn: Michael Stogner

Re: "Pretty Bird Unit" Well No. 1  
Chaves County, New Mexico

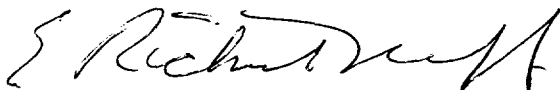
Dear Mr. Stogner:

This letter is written just to advise you that we will not be seeking final unit approval of the captioned unit or drill the well until August or September of this year.

We have run into several problems which will take a few months to resolve and have postponed the APD approval.

Thanks very much for your help and cooperation on this project.

Yours very truly,



E. Richard Neff  
General Partner

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE NEW MEXICO 87501  
(505) 827-5800

Mr. Richard Neff  
General Partner  
Texmex Seven Ltd.  
150 Washington Avenue  
Suite 202  
Santa Fe, New Mexico 87501

Re: CASE NO. 9620  
ORDER NO. R-8894

Applicant:  
Texmex Seven Ltd.

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Florence Davidson

FLORENE DAVIDSON  
OC Staff Specialist

Copy of order also sent to:

Hobbs OCD	<u>x</u>
Artesia OCD	<u>x</u>
Aztec OCD	

Other \_\_\_\_\_