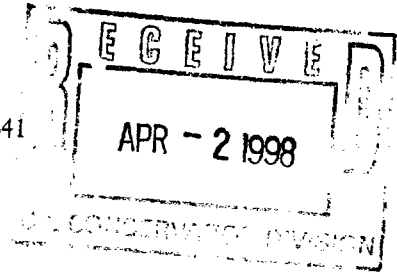


**Sam L. Pfister**

P.O. Box 688  
Georgetown, Texas 78627  
(512) 863-3642 FAX (512) 863-6641



March 30, 1998

William J. LeMay, Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
2040 Pacheco Street  
Santa Fe, New Mexico 87503

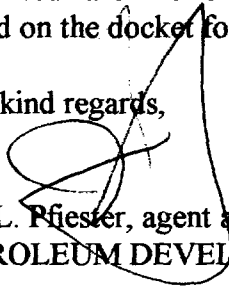
11968

Re: Application of Petroleum Development Corporation for Approval of a Unit Agreement  
Lea County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the Application of Petroleum Development Corporation in the above referenced case. Petroleum Development Corporation respectfully requests that this matter be placed on the docket for April, 30, 1998.

With kind regards,

  
Sam L. Pfister, agent and attorney-in-fact for  
PETROLEUM DEVELOPMENT CORPORATION

Before the

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF  
PETROLEUM DEVELOPMENT CORPORATION  
FOR APPROVAL OF A UNIT AGREEMENT,  
LEA COUNTY, NEW MEXICO

11968

**APPLICATION**

PETROLEUM DEVELOPMENT CORPORATION, through its undersigned attorney in fact, hereby makes application for an order approving its Huber State Unit Agreement and in support of this application would show the Division:

1. That the proposed Unit consists of 145.82 acres, situated in Lea County, New Mexico. The horizontal limits of said unit are described as follows:

**Township 15 South, Range 37 East, N.M.P.M.**

Section 36: SW/4SW/4, containing 40 acres, more or less

**Township 16 South, Range 38 East, N.M.P.M.**

Section 4: Lot 4, containing 52.92 acres, more or less

Section 5: Lot 1, containing 52.90 acres, more or less

2. The Unit Agreement has been approved by one hundred percent (100%) of the interest owners within the proposed Unit Area.

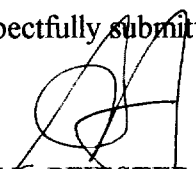
3. The Applicant, Petroleum Development Corporation, is designated as Unit Operator in said Unit Agreement and all oil and gas in any and all formations is unitized.

4. The proposed Unit Area covers all, or substantially all, of the geological structures or anomaly involved.

5. Said Unit Agreement and the unitized operation and management of the Unit Area will be in the interest of conservation and the prevention of waste, and that it will protect the correlative rights of all parties concerned.

WHEREFORE, Petroleum Development Corporation requests that this application be set for hearing before an Examiner of the Oil Conservation Division on April 30, 1998, that notice be given as required by law and the rules of the Division, and that the Huber State Unit Agreement is approved.

Respectfully submitted,



SAM L. PFIESTER, agent and attorney-in-fact for Petroleum Development Corp  
500A S. Hangar Drive  
Georgetown, Texas 78628