STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

July 1, 1996

Lynx Petroleum Consultants, Inc. P.O. Box 1979 Hobbs, New Mexico 88241 Attention: Marc Wise

Administrative Order NSP-1761

Dear Mr. Wise:

Reference is made to your application dated February 16, 1996 for an exception to the "Special Rules and Regulations for the Dean-Devonian Pool and the Dean-Perm Pennsylvanian Pool", as promulgated by Division Order No. R-892, dated October 4, 1956, authorizing a 40-acre non-standard oil spacing and proration unit within the Dean-Permo Pennsylvanian Pool comprising the following described acreage in Lea County, New Mexico:

TOWNSHIP 15 SOUTH. RANGE 36 EAST. NMPM Section 35: NE/4 NW/4.

It is our understanding that this unit is to be dedicated to your existing Dean State Well No. 1 (API No. 30-025-27790), located at a standard oil well location 660 feet from the North line and 1980 feet from the West line (Unit C) of said Section 35.

The application has been duly filed under the provisions of **Rule 104.D(2)** of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

By the authority granted me under the provisions of said Special Pool Rules, Division Memorandum 4-86 (dated June 2, 1986), and Division General Rule 104.D(2)(c), the above-described non-standard 40-acre oil spacing and proration unit is hereby approved.

Sincerely. William J. I *é*Mav Director WJL/MES/kv

cc: Oil Conservation Division - Hobbs ' New Mexico State Land Office - Santa Fe