



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

June 14, 1988

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

V-F Petroleum Inc.
One Marienfeld Place, Suite 580
Midland, Texas 79701

SUBJECT: N Hume WC Special Rules R-8479-A

Gentlemen:

According to the provisions of Division Order R-8476-A, effective July 1, 1988, special rules and regulations have been assigned to the North Hume-Wolfcamp Pool in Lea County, New Mexico, which include the following:

A standard proration unit to consist of 160 acres, substantially in the form of a square.

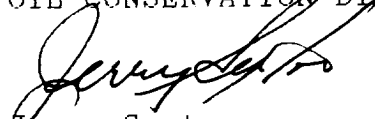
Each well to be located no closer than 660 feet to any quarter section line, and no closer than 330 feet to any quarter/quarter section line.

A depth bracket allowable of 560 barrels of oil per day is assigned to each standard proration unit.

Please submit a new Form C-102 dedicating a standard proration unit to your Chevron State Well No. 1 located in Unit M of Section 36, Township 15 South, Range 33 East. It is necessary for the new C-102 to be on file within 60 days from the effective date of this order.

Very truly yours

OIL CONSERVATION DIVISION


Jerry Sexton
Supervisor, District I

JS:bp

cc: Lantern Pet Corp, Box 2281, Midland, TX 79702
Phillips, 4001 Penbrook, Odessa, TX 79762
File