OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE, NEW MEXICO

November 20, 1963

Penrose Production Company P. O. Box 807 Durango, Colorado

Attention: Mr. James E. Mitchell

Administrative Order NWU-492

Gentlemen:

Reference is made to your application for approval of a 195.37-acre non-standard gas proration unit in the Tapacito-Pictured Cliffs Gas Pool consisting of the following acreage:

RIO ARRIBA COUNTY, NEW MEXICO TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM Section 5: NW/4

It is understood that this unit is to be dedicated to your Florance Well No. 5, located 805 feet from the North line and 798 feet from the West line of said Section 5.

By authority granted me under the provisions of Order No. R-1670, as amended, governing the Tapacito-Pictured Cliffs Gas Pool, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with the pool rules, based upon the unit size of 195.37 acres.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/JMD/esr

cc: Oil Conservation Commission - Aztec United States Geological Survey - Farmington