STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS COVERNOR

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

November 6, 1989

Milford Wunsch Oil Production P.O. Box 427 Tatum, NM 88267

Attention: Gene Milford:

Administrative Order NSP-1585

Dear Mr. Milford:

Reference is made to your application of July 31, 1989, for a 40acre non-standard gas proration unit consisting of the following acreage in the Sawyer San Andres Associated Pool:

> LEA COUNTY, NEW MEXICO TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM Section 13: SE/4 NE/4

It is my understanding that this unit is to be dedicated to your Toles Federal Well No. 1 located at a standard gas well location 1980 feet from the North line and 660 feet from the West line (Unit H) of said Section 13.

By authority granted me under the provisions of Rule 4(b) of the General Rules and Regulations for the Associated Oil and Gas Pools in New Mexico, as promulgated by Division Order No. R-5353, as amended, the above non-standard gas proration unit is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

Oil Conservation Division - Hobbs

NM Oil and Gas Engineering Committee - Hobbs

US Bureau of Land Management - Roswell

Oil Reports & Gas Services, Inc. - Hobbs