

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



March 16, 1992

BRUCE KING
GOVERNOR

Citation Oil & Gas Corporation
8223 Willow Place South
Suite 250
Houston, Texas 77070-5625

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

Attention: Carole Favro

Administrative Order NSP-1644

Dear Ms. Favro:

Reference is made to your application dated February 18, 1992 for a 40-acre non-standard gas proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM
Section 24: NE/4 SE/4

It is my understanding that this unit is to be dedicated to your State "N" Well No. 1 located 2310 feet from the South line and 330 feet from the East line (Unit I) of said Section 24. Said location is considered standard since it was originally drilled in 1938 as an oil well in the Eumont Yates - Seven Rivers interval and meets the criteria of Rule 2(b)2 of Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended.

By authority granted me under the provisions of Rule 2(a)4 of said Special Rules and Regulations, 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 Rule 5 of said pool rules based upon the unit size of 40 acres.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
NMSLO - Santa Fe