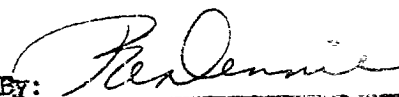


4. The proposed 160-acre Non-Standard Gas Production Unit consists of a contiguous quarter section.
5. The proposed 160-acre Non-Standard Gas Production Unit lies wholly within a single governmental section.
6. The entire proposed 160-acre Non-Standard Gas Production Unit may lawfully be produced with a mixture of gas.
7. The length or width of the proposed 160-acre Non-Standard Gas Production Unit does not exceed 1/4 mile.
8. Shell Oil Company has requested written consent, in the form of waivers, for the formation of the proposed unit, from (a) all operators owning interests in the same governmental section (Section 33-222-544) and (b) all operators owning interests within 1/4 mile of the well to which the proposed unit is to be allocated. Upon receipt of said Waivers by Shell, they will be forwarded to the NMOCC office in Santa Fe, New Mexico.
9. Approval of the proposed 160-acre, Non-Standard Gas Production Unit will, in the opinion of Shell Oil Company, protect correlative rights and prevent waste of natural resources.

In view of the above stated facts, Shell Oil Company requests administrative approval of this application under the provisions of NMOCC Order R-520, Rule 5 (b).

Respectfully submitted,

SHELL OIL COMPANY

By: 

P. A. Dennis

Roswell Division Production Manager

Attachment