STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

October 21, 1987

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

MEMO TO:

Nelda Morgan

FROM:

Evelyn Downs & &

RE:

Zia Energy Inc.

Brunson #1-J Sec. 4, T22S, R37E Brunson #4-J Sec. 4, T22S, R37E Penrose Skelly Grayburg Pool

R-9221

According to the provisions of Division Order R-9221 the Brunson #1 is to have an oil allowable with an acreage factor of .500, and the Brunson #4 is to be classified as a gas well and listed separately in the proration schedule with an acreage factor of .500.

cc: Danny Shastid