STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

February 12, 1997

Jack Huff Oil & Gas Producer P.O. Box 50190 Midland, Texas 79710-0190 Attention: Chris Huff

Administrative Order SD-96-15

Dear Mr. Huff:

Per your application dated February 5, 1997, the simultaneous dedication of Eumont Gas Pool production to the previously approved non-standard 160-acre gas spacing and proration unit ("GPU") comprising the NW/4 of Section 36, Township 19 South, Range 36 East, NMPM, Lea County, New Mexico (see Division Administrative Order NSP-1647, dated May 7, 1992), from the existing Shell State "B" Well No.1 (API No. 30-025-31593), located at a standard gas well location 990 feet from the North line and 1980 feet from the West line (Unit C) of said Section 36 and to the proposed Shell State "B" Well No. 2 to be drilled at a standard gas well location 660 feet from the North line and 810 feet from the West line (Unit D) of said Section 36, is hereby approved.

Further, Jack Huff is permitted to produce the allowable assigned said non-standard 640-acre GPU from both wells in any proportion.

Sincerely William J. LeM Director WJL/MES/kv

cc: Oil Conservation Division - Hobbs U. S. Bureau of Land Management - Carlsbad File: NSP-1647