OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE. NEW MEXICO

February 16, 1956

Pacific Northwest Pipeline Corp. Simms Building Albuquerque, New Mexico

Attention: Mr. James E. Sperling

Administrative Order NWU162

Gentlemen:

Reference is made to your application for approval of a 320acre non-standard gas proration unit in the Blanco-Mesaverde Gas Pool consisting of the following acreage:

> Township 32 North, Range 11 West, NMPM E/2 W/2 and W/2 E/2 of Section 17

It is understood that this unit is to be ascribed to your Cox Canyon Unit Well No. 7-17 to be located 1540 feet from the North line and 2340 feet from the East line and in the SW/4 NE/4 of Section 17, Township 32 North, Range 11 West, NMPM, San Juan County, New Mexico.

Inasmuch as you enclosed waivers from the offset operators agreeing to the formation of the proposed unit, it is possible for immediate approval to be granted. Therefore, by authority granted me under provisions of Rule 1, Section (b)-4 of the Special Rules and Regulations of the Blanco-Mesaverde Gas Pool, as set forth in Order R-128-D, 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 pool rules, based upon the unit size of 320 acres.

Very truly yours,

W. B. Macey Secretary-Director

WBM:jh cc: Oil Conservation Commission, Nztec USGS, Farmington USGS, Hobbs