## OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE. NEW MEXICO 87501

February 16, 1977

Shell Oil Company P. O. Box 1509

Midland, Texas 79701

Attention: J. D. Hughes

Administrative Order NSP-1041

Gentlemen:

Reference is made to your application for approval of an 80-acre non-standard gas proration unit consisting of the following acreage:

LEA COUNTY, NEW MEXICO
TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 23: N/2 SW/4

It is understood that this unit is to be dedicated to your Sarkeys Well No. 2, located 1980 feet from the South line and 1980 feet from the West line of said Section 23.

By authority granted me under the provisions of Rule 5(C)3 of Order No. R-1670-N, you are hereby authorized to operate the \abbave-described acreage as a non-standard unit.

It is our understanding that the Sarkeys Well No. 3 will be shut-in.

Very truly yours,

JOE D. RAMEY, Secretary-Director

JDR/JEK/dr

cc: Oil Conservation Commission - Hobbs

Oil & Gas Engineering Committee - Hobbs

OCC Proration Dept. - Santa Fe