STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

TONEY ANAYA

July 14, 1983

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Damson Oil Corporation 396 West Greens Road P.O. Box 4391 Houston, Texas 77210

Attention: S. R. Lenning, Jr.

Administrative Order NSP-1384

Gentlemen:

Reference is made to your application for a 160-acre non-standard proration unit consisting of the following acreage in the Chacon Dakota Associated Pool:

RIO ARRIBA COUNTY, NEW MEXICO TOWNSHIP 24 NORTH, RANGE 3 WEST, NMPM Section 32: NE/4

It is my understanding that this unit is to be dedicated to your Federal-1 Well No. 2 of said Section 32.

By authority granted me under the provisions of Rule 2 (a) of Order No. R-5353-B, the above non-standard proration unit is hereby approved.

Sincerely

JOE D. RAMEY
Director

JDR/RLS/dp

Cc: Oil Conservation Division - Aztec
Oil & Gas Engineering Committee - Hobbs
Minerals Management Service - Artesia