STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR May 7, 1992

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Kenneth R. Owens Owens Petroleum, Inc. P.O. Box 2911 Midland, Texas 79702

Administrative Order NSP-1647

Dear Mr. Owens:

Reference is made to your application dated April 15, 1992 for a 160-acre non-standard gas proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO <u>TOWNSHIP 19 SOUTH, RANGE 36 EAST, NMPM</u> Section 36: NW/4

It is my understanding that this unit is to be dedicated to your Shell State "B" Well No. 1 to be drilled at a standard gas well location in Unit C of said Section 36.

By authority granted me under the provisions of Rule 2(a)4 of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by the Division Order No. R-8170, as amended, you are hereby authorized to operate the above-described acreage as a nonstandard gas proration unit, with allowable to be assigned thereto in accordance with Rule 5 of said pool rules based upon the unit size of 160 acres.

Sincerely, William J. LeMay Director WJL/MES/jc

cc: Oil Conservation Division - Hobbs NMSLO - Santa Fe