TXO PRODUCTION CORP.

Burton Flat (Delaware) Field Eddy County, New Mexico

Unorthodox Location Hearing for #16 Yates Federal Expected Ultimate Recovery and Drainage Area

Yates Fed #3 Current Rate = 37 BOPD

muching water the fruited soul

Cumulative Production

9,700 BO

Remaining Reserves

38,200 BO

Ultimate Recovery

47,900 BO N

Drainage Area

 $A_{c}=N/[(7748)(\emptyset h)(1-Sw)(RF)/4B_{o}]$

=47,900/((4.32)(1-.35)(.1)+(1.1)

=24 acres

Yates Fed #10 Current Rate = 95 BOPD

still water free

Cumulative Production

10,700 BO

Remaining Reserves

78,600 BO

Ultimate Recovery

89,300 BO

Drainage Area

A = 89,300/[(7748)(7.94)(1-.35)(.1)+(1.1)]

=25 acres

BEFORE EXAMINER STOGNER

Oil Conservation Division

IV. Exhibit No. 2

Case No. 9996