

ALLOWABLE DETERMINATION

Penrose Skelly Grayburg Field- (September thru December, 1987 Oil Proration
Order No. A-261, Schedule No. 46, Vol. 1 Hobbs District)

* Current 40 Acre Proration Unit Allowable

Top Allowable 80 BOPD GOR Limit 10,000
Top Casinghead Gas Limit 800 MCFPD

* Requested Allowable for Zia Energy, Inc.'s Brunson Lease,
Well Nos. 1 and 4

Each well to be assigned allowable for 20 Acres
Top Allowable 40 BOPD GOR Limit 10,000
Top Casinghead Gas Limit 400 MCFPD

BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION

EXHIBIT NO. 3

CASE NO. 9221