DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III 1000 Rio Brazos Road, Aztec, NM 87410

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-136 Originated 12/23/91

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 87504-2088 Submit original and 4 copies to the appropriate district office.

APPLICATION FOR APPROVAL TO USE AN ALTERNATE GAS MEASUREMENT METHOD Rule 403.B(1) or (2)	
Operator Name: Kimbell Oil Company of Texas	Operator No. 505-325-3389
Operator Address: P.O. Box 1097, Farmington, NM 87499	
Lease Name: Warren #8	Type: State Federal X Fee
Location: Unit Letter "K", Section 26, T25N, R6W	Rio Arriba County, NM
Pool: Ballard Pictured Cliffs	
Requested Effective Time Period: Beginning January 1, 19	93 Ending indefinite
APPROVAL PROCEDURE: RULE 403.B.(1) Please attach a separate sheet with the following information.	
1) A list of the wells (including well name, number, ULSTR location, and API No.) included in this application.	
2) A one year production history of each well included in this application (showing the annual and daily volumes).	
3) The established or agreed-upon daily producing rate for each well and the effective time period.	
4) Designate wells to be equipped with a flow device (required for wells capable of producing 5 MCF per day or more).	
5) The gas transporter(s) connected to each well.	
APPROVAL PROCEDURE: RULE 403.B.(2) Please attach a separate sheet with the following information. A separate application is required for each Central Point Delivery (CPD). Working interest, royalty and overriding royalty ownership must be common for all wells to be connected to the subject PDS.	
 1) An ownership plat showing a description of the lease and all of the wells to be produced through this CPD. a) List the wells which will be metered separately, including API No. b) List the wells which will not be metered separately, including API No. 	
2) Describe the proposed method of allocating production from non-metered wells.	
3) A one year production history of the wells which will not be metered showing the annual and daily volumes.	
4) The gas transporter(s) connected to this CPD.	
Applicant will be responsible for filing OCD Form C-111 for the CPD.	
Division have been complied with and that the information given above is	L CONSERVATION DIVISION is approval may be cancelled at anytime that operating conditions icate that re-tests may be necessary to prevent waste and protect relative rights.
Signature: Jusa 11 Feb. By: Susan M. Linert Printed Name & Title: Production Superintendent Tit	SUDEDVICOD DISTRICT # 2