



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

December 18, 1996

Oil & Gas Operations, Inc.
Attention: Greg Short
HC "31"
Box 51-V-50
Midland, Texas 79707

Administrative Order NSP-1529-B

Dear Mr. Short:

Reference is made to Division Administrative Orders NSP-1529 and NSP-1529-A and to your application dated November 22, 1996 for a 40-acre non-standard gas spacing and proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 19 SOUTH, RANGE 36 EAST, NMPM
Section 14: SE/4 SE/4.

Said 40-acre GPU is to be dedicated to your Bern "A" Well No. 1 (API No. 30-025-04012), located at a standard gas well location 661 feet from the South line and 660 feet from the East line (Unit P) of said Section 14.

The subject application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996 and Rule 2(d) of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Eumont Gas Pool*", as promulgated by Division Order No. R-8170, as amended. Pursuant to said rules no objection to the subject application has been received within the required 20-day waiting period.

It is therefore ordered, by the authority granted me under the provisions of said rules, that Greg Short, P. E. d/b/a Oil & Gas Operations, Inc. is hereby authorized to operate the above-described 40 acres, comprising the SE/4 SE/4 (Unit P) of said Section 14, as a non-standard gas spacing and proration unit ("GPU") within the Eumont Gas Pool in which is to be dedicated to

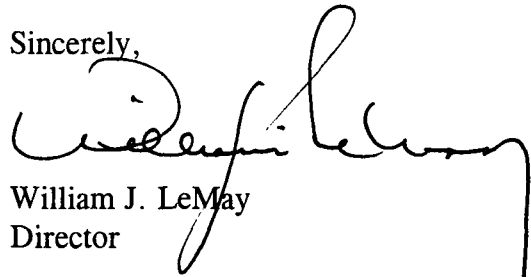
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said Bern "A" Well No. 1 with an appropriate allowable to be assigned said 40-acre GPU in accordance with Rule 1 of said special Eumont Gas Pool rules.

All provisions of Division Order NSP-1529-A pertaining to the approval of Jack Huff, Oil and Gas Producer's Bern "A" Well No. 2, to be drilled at a standard gas well location 1980 feet from the South line and 660 feet from the East line of said Section 14, in which a 40-acre non-standard GPU comprising the NE/4 SE/4 (Unit I) of said Section 14 is to be dedicated shall remain in full force and effect until further notice.

Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
Jack Huff, Oil and Gas Producer - Midland, Texas
File: NSP-1529
NSP-1529-A