



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

November 22, 1991

BRUCE KING
GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1380
(505) 393-6161

Knox Industries, Inc.
P. O. Box 3023
Midland, Texas 79702

Re: Division Order R-9594
Special Rules for the Milnesand-Abo Oil Pool

Gentlemen:

According to the provisions of Division Order R-9594, effective November 1, 1991, special rules have been adopted for the Milnesand-Abo Oil Pool, which include the following:

- 1> A standard proration unit to be 80 acres, consisting of the N/2, S/2, E/2 or the W/2 of a governmental quarter section.
- 2> Each well to be located within 150 feet of a quarter/quarter section.
- 3> A depth bracket allowable to be 310 barrels of oil per day.

Rec'd (We request that you submit a new Form C-102 dedicating a standard proration unit to your Federal 3C Well No. 2 located in Unit C of Section 3, Township 9 South, Range 35 East.

The locations of wells currently completed or presently drilling in the Milnesand-Abo Pool are approved.

You are requested to notify this office by letter of any well not meeting the criteria for a standard location.

Very truly yours

OIL CONSERVATION DIVISION

Jerry Sexton
Jerry Sexton
Supervisor, District I

JS:bp

File