

J. M. Huber Corporation

1900 Wilco Building
Midland, Texas 79701

OIL AND GAS
DIVISION

March 19, 1975

TELEPHONE
MUTUAL 2-3794

Mr. J. D. Ramey
New Mexico Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico 88240

RE: Application for Non Standard
Gas Proration Unit
S $\frac{1}{2}$ NE $\frac{1}{4}$ Section 20-8S-36E
South Prairie Field
Roosevelt County, New Mexico

Dear Sir:

J. M. Huber Corporation drilled the Petrofina Federal #1 well in the SE $\frac{1}{4}$ NE $\frac{1}{4}$ Section 20-8S-36E and completed same on February 15, 1969 producing oil from the Devonian formation at 12,913 feet.

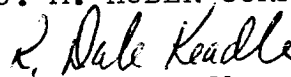
This well has since depleted and it is our intention to attempt an Atoka gas completion prior to abandoning the well. Our leasehold interest is confined to the S $\frac{1}{2}$ NE $\frac{1}{4}$ of Section 20. The N $\frac{1}{2}$ NE $\frac{1}{4}$ and SE $\frac{1}{4}$ of the Section are owned by other parties. The total gas reserves estimated for the Atoka gas completion and anticipated production rates are such that we feel that it would not be economical to include our 80 acre tract in a Standard Proration Unit for this depth. Therefore, we will be submitting an Application for a Non Standard Proration Unit of 80 acres consisting of the S $\frac{1}{2}$ NE $\frac{1}{4}$ Section 20 for the production of gas from our recompletion.

We are presently contacting offset operators to this tract regarding waivers of objections to this Non Standard Proration Unit. In the meantime, we would appreciate your help in advising us as to procedures for making application to the OCC and advice as to what forms, if any, are required for making such application.

Thank you very much for your assistance.

Very truly yours,

J. M. HUBER CORPORATION



R. Dale Keadle
District Landman

RDK:mmt