

**ENSERCH  
EXPLORATION**

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Leonard Kersh  
District Production Manager  
West Texas District  
Production Division

May 10, 1985

Phillips Petroleum Company  
4001 Penbrook  
Odessa, Texas 79762

Attention: Mr. G. R. Smith

Yates Petroleum Corporation  
Yates Building  
207 South 4th  
Artesia, New Mexico 88210

Attention: Mr. Mike Slater

Re: Enserch Exploration, Inc.  
Lambirth #12, Non-Standard  
Gas Unit  
South Peterson (Penn) Assoc. Pool  
Roosevelt County, New Mexico

Gentlemen:

Enserch Exploration, Inc. has requested administrative approval for a non-standard gas proration unit for the captioned well recently completed in the Peterson Penn Associated, South Pool. This well is located 2310' FSL & 1854' FWL of Section 31, T-5-S, R-33-E.

Enserch drilled this well as an oil well on 40 acres. However, upon completion this well potentialled for 3 BO + 170 MCF + 58 BW with a GOR = 56,667/1. Because this GOR is greater than 30,000/1, this well has been classified as a gas well for this Pool.

Since Section 31 is checkerboarded on 80 acre tracts between Enserch and Phillips the most we can assign to this well is 80 acres, whereas a standard gas proration unit requires 320 acres.