NEW MEXICO OIL CONSERVATION COMMISSION BOX 2045 HOBPS, NEW MEXICO

DATE April 9. 1954

TO: Schermerhorn Oil Corporation

Box 1027, Hobbs, New Mexico

GENTLEMEN:

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Form C-104 for your Virgil Linam 1 E 4-19-37 Eumont-Extension LEASE WELL S.T.R. FOOL

has been approved, however, since this well is:

(I) An unorthodox location,

() Located on an unorthodox protation unit,

() Outside the boundaries of a designated pool,

it will be necessary for you to;

(X) Comply with the provisions of Rule 4 of Commission Order <u>R 370 A</u>

() Comply with the provisions of Rule 7 of Commission Order_____

() File Form C-123

Pending further Commission action this unit will be assigned an _____ acre

allowable.

Incidental oil production to appear on distillate and incidental oil section of proration schedule. G.O.R. not to apply since the well is classified as a gas well.

Stanley J. Stanley A. L. Porter, Jr. Proration Manager

ALP/pb

cc/ Transporter Permian Basin Pipe Line

8.13.VX