



LION PRODUCTION, INC.

— oil & gas producers —

CERTIFIED RETURN RECEIPT REQUESTED

June 12, 1995

To: Offset Eumont (Gas) Operators/Owners

Re: N. B. Bordages Gas Com.
Unorthodox Location/
Simultaneous Dedication
Section 32 E/2 NE/4
Section 33 E/2 NW/4 & NW/4 NW/4
T19S, R37E (200 Acres)
Lea County, New Mexico

Gentlemen:

Lion Production, Inc. respectfully requests your approval of our administrative request before the New Mexico Oil Conservation Division providing for an unorthodox Eumont (Gas) location of 480' FNL and 850' FEL (Unit A), Section 32, T19S, R37E, Lea County, New Mexico for our newly proposed N. B. Bordages Gas Com. No. 2 as well as simultaneous dedication of the existing 200 acre Eumont (Gas) proration unit to the existing N. B. Bordages Gas Com. No. 1 (Unit D, Section 33, T19S, R37E) and the proposed N. B. Bordages Gas Com. No. 2.

The unorthodox location is a result of the existing Eunice Monument well locations and surface buildings, residences and fixtures located in the E/2 NE/4 Section 32 which is subdivided as the Payton Addition of the Monument Townsite.

If you have no objections to the proposed unorthodox location and simultaneous dedication, please sign and return one copy of the enclosed waiver to the NMOCD Office in Santa Fe and one copy to the letterhead address. Return envelopes and copies of the NMOCD Forms C-101, C-102 and C-103 for the proposed are enclosed.

Very truly yours,

Michael Stewart

MS/nr

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