JOHN H. HENDRIX CORPORATION

## (915) 684-6631 223 WEST WALL, SUITE 525 MIDLAND, TEXAS 79701

April 22, 1988

Mr. William J. LeMay, Director New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87504-2088

> RE: Application for a 120 Acre Non-Standard Gas Proration Unit, State "A" No. 1, E/2 SE/4 and SW/4 SE/4, Section 30, T20S -R-37-E, Lea County, New Mexico Eumont Gas Pool

Gentlemen:

John H. Hendrix Corporation respectfully requests administrative approval for a non-standard 120 acre gas proration unit consisting of the E/2 SE/4 and SW/4 SE/4, Section 30, T-20-S - R-37-E, Lea County, New Mexico, for a Eumont Gas well, the State "A" No. 1, to be drilled in Unit O. A lease plat is attached showing the location of this well.

The State "A" No. 1 is a replacement well for the Cities Service State "F" No. 2 which was a Eumont Gas well with the same non-standard proration unit, but was turned over to the Chevron Eunice Monument South Unit and plugged in the Eumont.

Approval of this request will protect correlative rights, promote conservation, and encourage the efficient recovery of gas reserves. The proposed proration unit will consist of contiguous lots and lie wholly within a single governmental section. The length or width of the proration unit will not exceed 5280 feet.