

DUPLICATE

NEW MEXICO OIL CONSERVATION COMMISSION
BOX 2045
HOBBS, NEW MEXICO

DATE December 31, 1953

TO: Western Natural Gas Co.
Midland, Texas

GENTLEMEN:

Form C-104 for your Shipley 1 27-22-36 South Eunice
LEASE WELL S.T.R. POOL

has been approved, however, since this well is:

- () An unorthodox location,
- () Located on an unorthodox proration unit,
- () Outside the boundaries of a designated pool,

it will be necessary for you to;

- () Comply with the provisions of Rule 4 of Commission Order _____
- () 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.

Our interpretation is that the above well is a gas well in the South Eunice Oil Pool - Gas production to be governed by the rules of the South Eunice Pool. The G. O. R. limit for the field is unlimited. Please advise if your interpretation is different.

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

ALP/pb

cc/ Transporter **El Paso Natural Gas Co.**