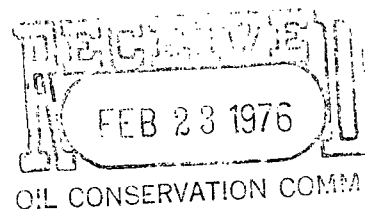


BURLESON & HUFF
OIL PROPERTIES
BOX 2479 - PHONE 683-4747
MIDLAND, TEXAS 79701
February 19, 1976



New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

NSP-1015
104 D II
due Mar 24

Re: Dale Federal No. 1
NE/4 of Section 29, T-26-S,
R-37-E, Lea County, New Mexico

Gentlemen:

On January 30, 1976 we completed our No. 1 Dale Federal Well as a gas producer from the Yates formation in the Jalmat Gas Pool. The well is located 660 feet from the North and East lines of Section 29, T-26-S, R-37-E, Lea County. Our lease acreage consists solely of the NE/4 of Section 29, and we therefore request that you approve a non-standard gas spacing unit for our well in the qalmart Gas Pool consisting of the NE/4 of Section 29.

Three copies of plat showing the location of our well and our porposed spacing unit are enclosed. The proposed unit is outlined in red.

Copies of this application and plat have been sent to all offsetting operators, to wit:

El Paso Natural Gas Co.
P. O. Box 1492
El Paso, Texas 79910

Joseph I. O'Neill, Jr.
410 West Ohio
Midland, Texas 79701

Doyle Hartman
312 C & K Building
Midland, Texas 79701

Texaco, Inc.
P. O. Box 3109
Midland, Texas 79701

Amerada Hess Corporation
P. O. Box 2040
Tulsa, Oklahoma 74102

Texas Pacific Oil Co., Inc.
P. O. Box 4067
Midland, Texas 79701

Columbia Carbon
c/o Cities Service Oil Co.
P. O. Box 1919
Midland, Texas 79701

Yours very truly,

BURLESON & HUFF

Jack Huff

Texaco, Inc., Amerada-Hess Corp. and Columbia Carbon	20 El Paso Natural Gas Co.	21 El Paso Natural Gas Co.
Texaco, Inc., Amera- da-Hess & Colum- bia Carbon	29 660' 0-660' Burleson & Huff Dale Federal Doyle Hartman Joseph I. O'Neill, Jr.	28 Texas Pacific Oil Co. El Paso Natural Gas Texaco, Inc.

BURLESON & HUFF DALE FEDERAL LEASE
 Northeast Quarter (NE/4) of Section
 29, Township 26 South, Range 37 East,
 LEA COUNTY, NEW MEXICO

Texaco, Inc., Amerada-Hess Corp. and Columbia Carbon	20 El Paso Natural Gas Co.	21 El Paso Natural Gas Co.
Texaco, Inc., Amerada-Hess & Colum- bia Carbon	29 660'- 0-660' Burleson & Huff Dale Federal Doyle Hartman Joseph I. O'Neill, Jr.	28 Texas Pacific Oil Co. El Paso Natural Gas Texaco, Inc.

BURLESON & HUFF DALE FEDERAL LEASE

Northeast Quarter (NE/4) of Section

29, Township 26 South, Range 37 East,

LEA COUNTY, NEW MEXICO

Texaco, Inc., Amerada-Hess Corp. and Columbia Carbon	20 El Paso Natural Gas Co.	21 El Paso Natural Gas Co.
Texaco, Inc., Amera- da-Hess & Colum- bia Carbon	29 660' 0-660' Burleson & Huff Dale Federal Doyle Hartman Joseph I. O'Neill, Jr.	28 Texas Pacific Oil Co. El Paso Natural Gas Texaco, Inc.

BURLESON & HUFF DALE FEDERAL LEASE
 Northeast Quarter (NE/4) of Section
 29, Township 26 South, Range 37 East,
 LEA COUNTY, NEW MEXICO