OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

January 22, 1958

Texas Pacific Coal & Oil Company P. O. Box 1688 Hobbs, New Mexico

Attention: Mr. Arthur M. Smith

Administrative Order NSP-412

Gentlemen:

Reference is made to your application for approval of a 320-acre nonstandard gas proration unit in the Jalmat Gas Pool consisting of the following acreage:

Township 22 South, Range 36 East Section 8: W/2

It is understood that this unit is to be ascribed to your State of New Mexico "A" A/c-2 Well No. 37, located 1980 feet from the South line and 1980 feet from the West line of said Section 8.

Inasmuch as you have furnished waivers from the offset operators agreeing to the formation of the proposed companion unit in the E/2 of Section 8, it is now possible for approval to be granted for both units. Therefore, by authority granted me under provisions of Rule 5, Section (b)-5 of the Special Rules and Regulations of the Jalmat Gas Pool, as set forth in Order R-520, you are hereby authorized to operate the above described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with pool rules, based upon the unit size of 320 acres.

. Very truly yours,

A. L. PORTER, Jr. Secretary-Director

DSN: omg

cc: Gil Conservation Commission, Hobbs El Paso Natural Gas Company, Jal