OIL CONSERVATION COMMISSION ce-becker and all

P. O. BOX 871 SANTA FE, NEW MEXICO

August 21, 1959

Schermerhorn Oil Corporation P. O. Box 1537 Hobbs, New Mexico

Attention: Mr. J. H. Moore

Administrative Order NSP-502

Gentlemen:

Reference is made to your application for approval of a 160acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the following acreage:

> Township 22 South, Range 35 East, NMPM, Lea County, Section 24: SE/4

It is understood that this unit is to be dedicated to your Amerada State Well No. 1, located 1980 feet from the South line and 660 feet from the East line of said Section 24.

By authority granted me under provisions of Rule 5 (b), of the Special Rules and Regulations for 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 the pool rules, based upon the unit size of 160 acres.

In accordance with your request, the 320-acre non-standard gas proration unit presently dedicated to the said Amerada State Well No. 1 is hereby cancelled.

Very truly yours,

A. L. PORTER, Jr., Secretary-Director

ALP/OEP/og