

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

TONEY ANAYA GOVERNOR

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

August 6, 1984

Robert L. Bayless P. O. Box 1541 Farmington, NM 87499

Attention: Mr. Robert L. Bayless

Re: Off Lease Measurement (OLM-S) Jicarilla 390 B Lease Well Nos. 1 and 2 Sec. 26, T-23N, R-4W, Ballard Pictured Cliffs Gas Pool, Sandoval County, NM

Dear Mr. Bayless:

The above named company is hereby authorized to measure produced gas off lease from the above-referened wells; provided that the production from one of the above wells shall be separately metered and the production from the other well determined by subtracting this volume from the total commingled meter volume.

At the date and time that this metering equipment is installed, the Supervisor of the Division's Aztec district office shall be notified so that the same may be inspected.

Done at Santa Fe, New Mexico, on this 6th day of August, 1984. DIRECTOR RAME