

**HAL J. RASMUSSEN OPERATING INC.**

**Exhibit 4**

**Case 10434**

Rule \_\_\_\_

The District Supervisor of the Hobbs District Office of the Division (Division Director) shall have authority to approve non-standard gas units as an exception to Rule \_\_\_\_ where the following facts exist and the following provisions are complied with:

- A. The non-standard unit consists of quarter-quarter sections or lots that are contiguous by a common bordering side.
- B. The non-standard unit lies wholly within a governmental quarter section but contains less acreage than a standard unit.
- C. The applicant submits written consent in the form of waivers from all offset operators and from all operators owning interests in the quarter section in which the non-standard unit is situated and which acreage is not included in said non-standard unit.
- D. In lieu of Paragraph C of this Rule, the applicant may furnish proof of the fact that all of the aforesaid operators were notified by registered or certified mail of its interest to form such non-standard unit. The District Supervisor (Division Director) may approve the application if no such operator has entered an objection to the formation of such non-standard unit within 30 days after the District Supervisor (Division Director) has received the application.

BEFORE EXAMINER CATANACH	
OIL CONSERVATION DIVISION	
RASMUSSEN	EXHIBIT NO. <u>4</u>
CASE NO.	<u>10434</u>