

Raptor Resources, Inc.
Application for Administrative Approval of
Unorthodox Well Location and Simultaneous Dedication
December 5, 2001
Page 5

The Jalmat Gas Pool is governed by Special Pool Rules and Regulations, promulgated by Division order No. R-8170. Rule 2(b)1. of these rules provides for wells located on 640-acre spacing units to be located no closer than 1650 feet from the outer boundary of the spacing unit.

Attached hereto as Exhibits A is a plat which shows the subject 640-acre spacing unit comprised of Section 8 and the operators of offsetting tracts. Exhibit B is a copy of Oil Conservation Division Form C-102 which shows the location of the proposed unorthodox well location and all other wells currently dedicated to this non-standard spacing unit. Exhibit C is a list of these wells.

Exhibit D lists the parties affected by this application. A copy of this application, including a copy of the plat described above has been sent to these affected parties by certified mail-return receipt requested in accordance with Rule 1207 (A)(2) advising them that if they have an objection to this application it must be filed in writing with the Division's Santa Fe office within twenty days from the date this notice was sent.

A draft order for your consideration approving this application has been E-mailed to the Division and is enclosed on hard copy and computer disk.

Your attention to this application is appreciated.

Very truly yours,

William F. Carr
Attorney for Raptor Resources, Inc.

Enclosures

cc: Bill Keathly
Regulatory Agent for Raptor Resources, Inc.

Oil Conservation Division-Hobbs