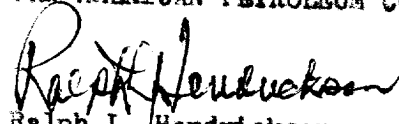


6. The proposed non-standard gas proration unit lies wholly within a single governmental section.
7. The entire proposed non-standard gas proration unit may reasonably be presumed to be productive of gas.
8. The length or width of the proposed non-standard gas proration unit does not exceed 5280'.
9. The entire proposed non-standard gas proration unit lies within the horizontal limits of the Jalmat Gas Pool.
10. All operators who offset the lease containing location of subject well have been furnished a copy of this application by registered mail. Attached is mailing list of all operators notified.

Yours very truly,

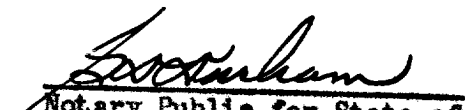
PAN AMERICAN PETROLEUM CORPORATION


Ralph L. Hendrickson
Field Superintendent

State of New Mexico
County of Lea

On this 28th day of May, 1958, before me personally appeared Ralph L. Hendrickson, to me known to be the person who executed the foregoing letter and states that the foregoing statements are true to the best of his knowledge and belief.

In Witness whereof, I have hereunto set my hand and affixed my seal on this the day and year first above written.


Notary Public for State of
New Mexico, County of Lea

My Commission Expires: 8-8-60

1. The first of these is the fact that the
 2. second is the fact that the

3. third is the fact that the

4. fourth is the fact that the

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8. eighth is the fact that the

9. ninth is the fact that the

10. tenth is the fact that the

11. eleventh is the fact that the

12. twelfth is the fact that the

MAILING LIST

Texas Company
Box 1270
Midland, Texas

Gulf Oil Corporation
Box 2167
Hobbs, New Mexico

Skelly Oil Company
Box 38
Hobbs, New Mexico

Continental Oil Company
Box 427
Hobbs, New Mexico

New Mexico Oil Conservation Commission
Box 2045
Hobbs, New Mexico

Shell Oil Company
Box 1509
Midland, Texas