



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

February 9, 1990

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

Tahoe Energy Inc.
3909 West Industrial
Midland, TX 79703

Attn: Ken Freeman

Re: King Foundation #1-E
Sec. 20, T24S, R37E
Jalmat-T-Y-SR Pool

Gentlemen:

As we discussed in our phone conversation of this date, the above-referenced well is perforated 42 feet into the Langlie Mattix-SR-Qn-GB Pool. According to pool tops established by cross-section for the Jalmat and Langlie Mattix Pools the Queen top in this well is 3522' with the top of the Langlie Mattix at 3422'.

You will need to set a BP to isolate the perms below 3422 feet. When this has been done file a sundry notice so indicating.

We will go ahead and assign an allowable to this well.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

ed