



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

October 10, 1995

J & G Enterprise Ltd., Company
c/o Derrel C. Melton
5495 Belt Line Road, Suite 353
Dallas, Texas 75240

Administrative Order NSF-1744(L)

Dear Mr. Melton:

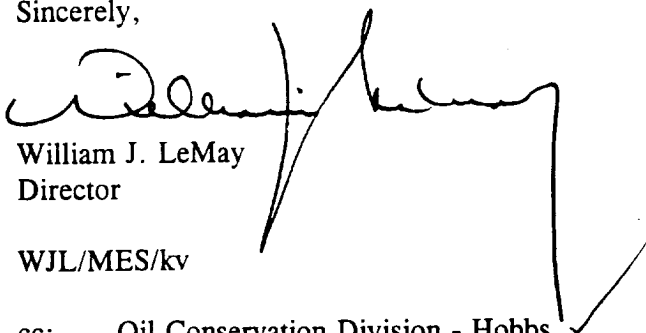
Reference is made to your application on behalf of the operator, J & G Enterprise Ltd., Company, dated June 1, 1995 and supplemented by letter dated September 7, 1995 for a 318.59-acre non-standard gas spacing and proration unit consisting of the following acreage in the North Osudo-Morrow Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 20 SOUTH, RANGE 36 EAST, NMPM
Section 6: Lots 6 and 7, NE/4, and E/2 NW/4 (S/2 equivalent)

It is my understanding that this unit is to be dedicated to the existing Mallard Alves Well No. 1 (API No. 30-025-22191), located 660 feet from the South line and 990 feet from the East line (Unit P) of said Section 6. This location, pursuant to **Rule 4** of the "*Special Rules and Regulations for the North Osudo-Morrow Gas Pool*", is considered to be "unorthodox".

By authority granted me under the provisions of **Rules 3 and 5** of said special pool rules the above-described 318.59-acre non-standard gas spacing and proration unit and unorthodox gas well location for the Mallard Alves Well No. 1 are hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs