



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

August 28, 1995

ARCO Permian
P. O. Box 1610
Midland, Texas 79702

Attention: David K. Newell

Re: Reinstatement of Division Administrative Order NSP-64

Dear Mr. Newell:

Reference is made to your letter of petition dated June 27, 1995, which included supporting information and notice to off-set operators, requesting reinstatement of Division Administrative Order NSP-64, dated December 27, 1954, which established a 120-acre non-standard gas spacing and proration unit ("GPU") in the Jalmat Gas Pool comprising the NW/4 NE/4 and E/2 NW/4 of Section 23, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, and had dedicated thereon the Wimberly "WN" Well No. 1 (API No. 30-025-11716), located at a standard gas well location 1980 feet from the North and West lines (Unit F) of said Section 23.

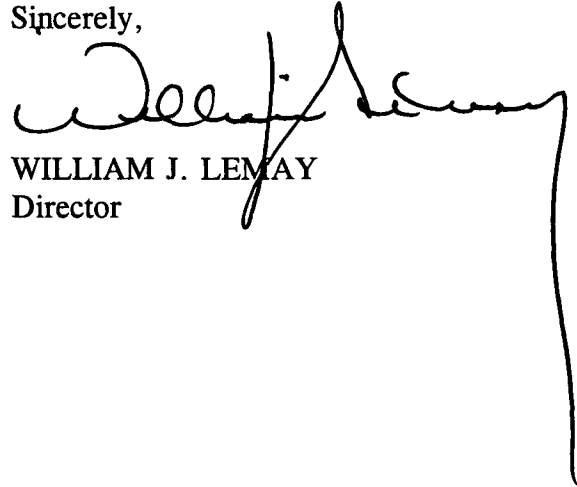
It is our understanding that the subject well produced from the Jalmat Gas Pool until 1982 when it was recompleted into the Langlie-Mattix Pool as a producing oil well. In 1988 this well was converted into a salt water disposal well in the San Andres formation. It is further understood at this time that ARCO Permian intends to once again recomplete this well into the Jalmat Gas Pool and rededicate the former GPU to its production.

By the authority granted me under the provisions of **Rule 2(a)4** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Jalmat Gas Pool*", as promulgated by Division Order No. R-8170, as amended, the above-described 120-acre non-standard gas spacing and proration unit shall be restored and said order NSP-64 shall be reinstated and returned to full force and affect at this time.

Reinstatement of Division Administrative Order NSP-64
ARCO Permian
August 28, 1995
Page 2

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders as the Division may deem necessary.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. Lemay', with a long vertical line extending downwards from the end of the signature.

WILLIAM J. LEMAY
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
File: NSP-64