## STATE OF NEW MEXICO



## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

## OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

October 22, 1990

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Texaco Producing, Inc. P.O. Box 730 Hobbs, NM 88240

Attention: J. A. Head, Hobbs Area Manager

Administrative Order NSP-144-B

Dear Mr. Head:

Reference is made to your application dated September 28, 1990 to dedicate your Eugene Coats Well No. 8 located at a standard gas well location 1880 feet from the South line and 1980 feet from the East line (Unit J) of Section 3, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to a previously established 320-acre non-standard gas spacing and proration unit comprising the S/2 of said Section 3.

By Division Order NSP-144, dated June 8, 1955, and NSP-144-A, dated November 18, 1955, said non-standard unit was authorized and dedicated to the E. Coats Well Nos. 2 and 3 located in Units N and M, respectively. It is my understanding that the No. 2 and 3 wells are no longer productive of gas from the Jalmat Gas Pool.

By authority granted me under the provisions of Rule 2(a)4 of the Special Rules and Regulations for the Jalmat Gas Pool, you are hereby authorized to continue operating the above-described acreage as a non-standard gas proration unit under the rules appropriate to said pool.

Said Administrative Orders NSP-144 and NSP-144-B are placed in abeyance until further notice.

Sincerely,

William J. LeMay

Director

cc:

WJL/MES/ag

Oil Conservation Division - Hobbs