

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING  
GOVERNOR

July 8, 1991

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

Southland Royalty Company  
c/o Meridian Oil, Inc.  
21 Desta Drive  
Midland, TX 79705

Attention: Connie L. Malik

*Administrative Order SD-91-5*

Dear Ms. Malik:

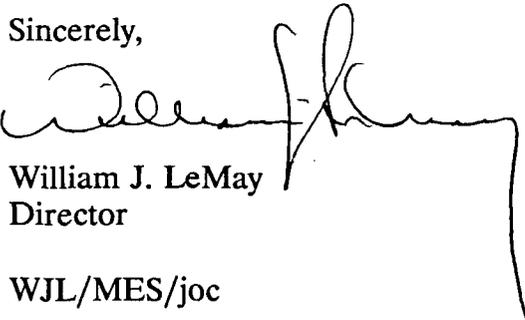
Per your application dated June 20, 1991, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 320-acre gas spacing and proration unit comprising the S/2 of Section 35, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico (Division Order R-593, dated February 28, 1955), from the existing

State E Comm Well No. 1 located at a standard gas location 990 feet from the South and West lines (Unit M) of said Section 35 and to the proposed

State E Comm Well No. 4 to be drilled at a standard gas location 1980 feet from the South line and 990 feet from the West line (Unit L) of said Section 35.

Further, you are permitted to produce the allowable assigned said 320-acre unit from both wells in any proportion.

Sincerely,

  
William J. LeMay  
Director

WJL/MES/joc

cc: Oil Conservation Division - Hobbs