

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

March 17, 1992

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

Meridian Oil, Inc.
P.O. Box 51810
Midland, Texas 79710-1810

Attention: Maria L. Perez

Administrative Order NSP-605-A

Dear Ms. Perez:

By Division Order NSP-605, dated July 26, 1962, a 160-acre non-standard Jalmat Gas spacing and proration unit comprising the SE/4 of Section 4, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, was authorized to be dedicated to the J.F. Janda (NCT-J) Well No. 1 located 1650 feet from the South line and 990 feet from the East line (Unit I) of said Section 4.

Reference is now made to your application dated February 13, 1992 to reduce said 160-acre unit by deleting the SE/4 SE/4 (Unit P) of said Section 4, which is being utilized by Chevron U.S.A. Inc. as a 40-acre oil spacing and proration unit in the Jalmat Oil Pool for their J.F. Janda (NCT-J) Well No. 2 located 660 feet from the South and East lines of said Section 4.

Further, since the subject Well No. 1 was originally drilled to and completed in the Jalmat Gas Pool in April/May 1954 at a standard gas well location for the original 160-acre non-standard gas proration unit, the location meets the criteria of Rule 2(b)2 of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170, as amended and is therefore considered to be standard for the resulting 120-acre non-standard unit.

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By authority granted me under the provisions of Rule 2(a)4 of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170 as amended, a 120-acre non-standard gas spacing and proration unit in said pool comprising the N/2 SE/4 and SW/4 SE/4 of said Section 4 is hereby approved.

Division Administrative Order NSP-605 is hereby placed in abeyance until further notice.

Sincerely,

A handwritten signature in cursive script, appearing to read "William J. LeMay". The signature is written in black ink and is positioned above the typed name and title.

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
File: NSP-605 ✓