

State of New Mexico  
**ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT**  
Santa Fe, New Mexico 87505



**OIL CONSERVATION DIVISION**



July 6, 1995

**Prime Operating Company  
North Park Executive Center  
731 Wadley Avenue - Suite L-220  
Midland, Texas 79705-5351**

**Attention: Runell A. Seale**

*Administrative Order NSP-1056-A(L)(SD)*

Dear Ms. Seale:

Reference is made to your applications dated February 28 and May 15, 1995 for a 240-acre non-standard gas spacing and proration unit ("GPU") consisting of the following acreage in the Jalmat Gas Pool:

**LEA COUNTY, NEW MEXICO  
TOWNSHIP 25 SOUTH, RANGE 36 EAST, NMPM  
Section 1: S/2 NE/4 and SE/4**

It is my understanding that this unit is to be simultaneously dedicated to the existing Wells "B-1" Well No. 4 (API No. 30-025-25532), located at a standard gas well location 1980 feet from the South line and 660 feet from the East line (Unit I) of said Section 1 and to the newly drilled Wells "B-1" Well No. 7 (API No. 30-025-32756), located at an unorthodox gas well location 1930 feet from the North line and 1780 feet from the East line (Unit G) of said Section 1.

By authority granted me under the provisions of Rule 2(a)4 and 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool as promulgated by Division Order No. R-8170, as amended, the above-described 240-acre non-standard gas spacing and proration unit and unorthodox gas well location for the Wells "B-1" Well No. 7 are hereby approved. Also, you are hereby permitted to produce the allowable assigned the subject GPU, in accordance with Rule 5 of said pool rules based upon a unit size of 240 acres, from both wells in any proportion.

**VILLAGRA BUILDING - 408 Galisteo**

Forestry and Resources Conservation Division  
P.O. Box 1948 87504-1948  
827-5830

Park and Recreation Division  
P.O. Box 1147 87504-1147  
827-7465

**2040 South Pacheco**

Office of the Secretary  
827-5950

Administrative Services  
827-5925

Energy Conservation & Management  
827-5900

Mining and Minerals  
827-5970

Oil Conservation  
827-7131

*Administrative Order NSP-1056-A(L) (SD)*

*Prime Operating Company*

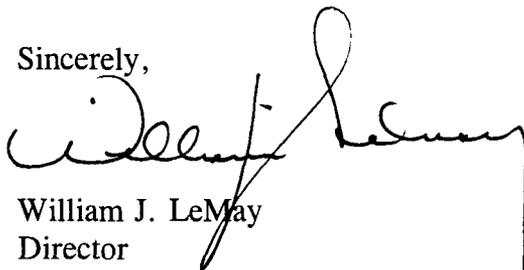
*July 6, 1995*

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Division Administrative Order NSP-1056, dated August 17, 1977, which created the existing 160-acre non-standard gas spacing and proration unit comprising the SE/4 of said Section 1, currently dedicated to the Wells "B-1" Well No. 4 , shall be placed in abeyance until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay". The signature is written in a cursive style with a large loop at the end of the last name.

William J. LeMay  
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs  
U. S. Bureau of Land Management - Carlsbad  
File: NSP-1056 ✓



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

March 11, 1996

**Prime Operating Company**  
**North Park Executive Center**  
**731 Wadley Avenue - Suite L-220**  
**Midland, Texas 79705-5351**

**Attention: Runell A. Seale**

*Administrative Order NSP-1056-B(L)*

Dear Ms. Seale:

Reference is made to your application dated February 5, 1996 to reduce the acreage of the existing 240-acre non-standard gas spacing and proration unit ("GPU") in the Jalmat Gas Pool comprising the S/2 NE/4 and SE/4 of Section 1, Township 25 South, Range 36 East, NMPM, Lea County, New Mexico, which was approved by Division Administrative Order NSP-1056-A(L)(SD), dated July 6, 1995, by omitting the 40 acres comprising the NE/4 SE/4 (Unit I) of said Section 1 from said GPU. Said Order NSP-1056-A(L)(SD) further authorized the simultaneous dedication of the 240-acre unit to the Well "B-1" Well No. 4 (API No. 30-025-25532), located at a standard gas well location 1980 feet from the South line and 660 feet from the East line (Unit I) of said Section 1 and the Well "B-1" Well No. 7 (API No. 30-025-32756), located at an unorthodox gas well location 1930 feet from the North line and 1780 feet from the East line (Unit G) of said Section 1.

It is our understanding that such reduction of acreage is necessary due to the re-classification of the Wells "B-1" Well No. 4 as a Jalmat oil completion.

By authority granted me under the provisions of Rule 2(d) 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 following described 200-acre non-standard gas spacing and proration unit is hereby approved:

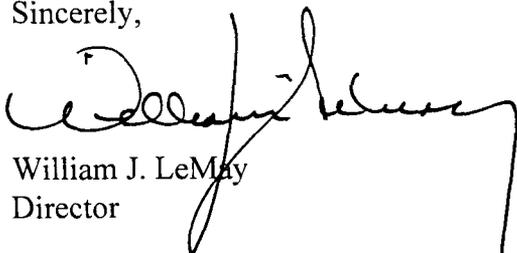
LEA COUNTY, NEW MEXICO  
TOWNSHIP 25 SOUTH, RANGE 36 EAST, NMPM  
Section 1: S/2 NE/4, W/2 SE/4, and SE/4 SE/4

Administrative Order NSP-1056-B(L)  
Prime Operating Company  
March 11, 1996  
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Authorization of said Wells "B-1" Well No. 7, as an unorthodox gas well location in the Jalmat Gas Pool approved by said Order NSP-1056-A(L)(SD), is hereby continued under the provisions of this order; however, all other provisions of said order shall be placed in abeyance until further notice.

Sincerely,



William J. LeMay  
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs  
US Bureau of Land Management - Carlsbad  
File: NSP-1056  
NSP-1056-A(L)(SD)