



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

September 5, 1995

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

Attention: Donna J. Williams

Administrative Order NSP-1740(L)

Dear Ms. Williams:

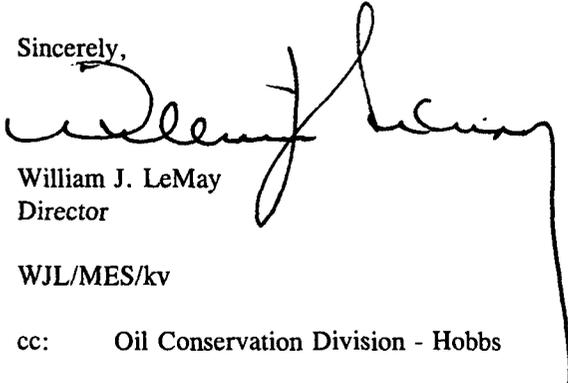
Reference is made to your application dated August 10, 1995 for an 80-acre non-standard gas spacing and proration unit ("GPU") consisting of the following acreage in the Jalmat Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 24 SOUTH, RANGE 36 EAST, NMPM
Section 23: W/2 NE/4

It is my understanding that this unit is to be dedicated to the existing S. R. Cooper "A" Well No. 1 (API No. 30-025-25444), which was drilled and completed in 1977 as a Jalmat oil well at a standard oil well location 990 feet from the North line and 2160 feet from the East line (Unit B) of said Section 23. This location, pursuant to Rule 4(b)2 of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Jalmat Gas Pool", is considered to be "unorthodox".

By authority granted me under the provisions of Rules 2(a)4 and 2(c) of said special pool rules the above-described 80-acre non-standard gas spacing and proration unit and unorthodox gas well location for the S. R. Cooper "A" Well No. 1 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 80 acres.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs