

Sec : 36 Twp : 23S Rng : 36E Section Type : NORMAL

D 40.00 CS B01431 0024 PRIZE ENRGY RESOU U 12/18/38 A	C 40.00 CS B01431 0024 PRIZE ENRGY RESOU U 12/18/38 A A A	B 40.00 CS B01431 0024 PRIZE ENRGY RESOU U 12/18/38 A A	A 40.00 CS B01431 0024 PRIZE ENRGY RESOU U 12/18/38 A
E 40.00 CS B01431 0024 PRIZE ENRGY RESOU U 12/18/38 A	F 40.00 CS B01431 0024 PRIZE ENRGY RESOU U 12/18/38 A	G 40.00 CS B01431 0024 PRIZE ENRGY RESOU U 12/18/38 A	H 40.00 CS B01431 0024 PRIZE ENRGY RESOU U 12/18/38 A A
L 40.00 CS B01484 0013 OXY USA WTP LIMIT 12/19/42 A A	K 40.00 CS B01167 0068 LOWE PARTNERS LP C U 09/15/42 A	J 40.00 CS B07776 0002 CHEVRON USA INC C U 09/10/48 A	I 40.00 CS B00243 0001 CHEVRON U S A INC C U 11/22/38 A
M 40.00 CS B01484 0013 OXY USA WTP LIMIT 12/19/42 A	N 40.00 CS B01167 0068 LOWE PARTNERS LP C U 09/15/42 A A A	O 40.00 CS B07776 0002 CHEVRON USA INC C U 09/10/48 A A	P 40.00 CS B00243 0001 CHEVRON U S A INC C U 11/22/38 A



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

November 26, 2001

Lori Wrotenbery

Director

Oil Conservation Division

Apache Corporation
2000 Post Oak Boulevard - Suite 100
Houston, Texas 77056-4400
Attention: Debra J. Anderson
Debra.Anderson@Apachecorp.com

Telefax No. (713) 296-7156

Administrative Order NSL-4665(SD)

Dear Ms. Anderson:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") on November 5, 2001 (*application reference No. pKRV0-130946346*); and (ii) the records of the Division in Santa Fe, including the files on Division Administrative Orders NSP-1193, NSP-1194, and NSP-1517(L)(SD): all concerning Apache Corporation's request for an unorthodox infill Jalmat gas well location within an existing lay-down 320-acre non-standard gas spacing and proration unit ("GPU") comprising the N/2 of Section 36, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico.

The rules and procedures currently governing the Jalmat Gas Pool (79240) include but are not necessarily limited to:

- (i) the "*Special Rules and Regulations for the Jalmat Gas Pool*," as promulgated by Division Order No. R-8170, as amended;
- (ii) Division Rule 605.B (2) (b);
- (iii) Division Rules 104.D (2) and 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999;
- (iv) Division Rules 1207.A (2) and (3); and
- (v) the amended Stipulated Declaratory Judgment of the First Judicial District Court in Santa Fe County, New Mexico issued on July 11, 2001 in Hartman vs. Oil Conservation Division, Cause No. D-0101-CV-9902927 ("Stipulated Declaratory Judgment").

The subject 320-acre GPU was established by Division Administrative Order NSP-1517(L)(SD), dated November 2, 1987 for the following two wells:

- (1) Apache Corporation's existing State LM "T" Well No. 9 (API No. 30-025-26616), located at a standard gas well location for this GPU 780 feet from the North line and 1860 feet from the West

line (Unit C) of Section 36, which was the subject of Division Administrative Orders NSP-1194, dated May 26, 1980, and NSP-1517(L)(SD); and

- (2) existing State LM "T" Well No. 10 (API No. 30-025-26617), located at an unorthodox gas well location for this 320-acre GPU 1860 feet from the North line and 780 feet from the East line (Unit H) of Section 36, which was the subject of Division Administrative Orders NSP-1193, dated May 26, 1980, and NSP-1517(L)(SD).

By the authority granted me under the provisions of the rules, regulations, and directives currently governing the Jalmat Gas Pool, the following described well recently drilled by Apache Corporation at an unorthodox infill gas well location within this 320-acre GPU is hereby approved:

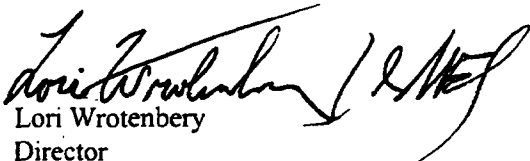
**State LM "T" Well No. 11
1150' FNL & 1750' FEL (Unit B)
(API No. 30-025-35366)**

Also, Apache Corporation is hereby authorized to simultaneously dedicate Jalmat gas production from the State LM "T" Well No. 11 with the existing State LM "T" Wells No. 9 and 10. Furthermore, Apache Corporation is permitted to produce the allowable assigned the subject 320-acre GPU from all three wells in any proportion.

All provisions applicable to the subject GPU in Division Administrative Order NSP-1517(L)(SD), not in conflict with this order, shall remain in full force and affect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,


Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSP-1193
NSP-1194
NSP-1517(L)(SD)



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

November 2, 1987

Amerada Hess Corporation
P.O. Drawer "D"
Monument, New Mexico 88265

Attention: Denise Ward

Administrative Order NSP-1517 (L) (SD)

Dear Ms. Ward:

Reference is made to your application for a 320-acre non-standard gas proration unit consisting of the following acreage in the Jalmat Gas Pool:

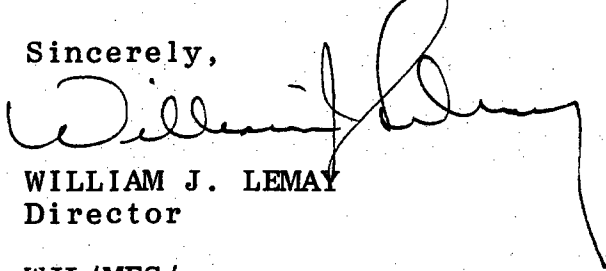
LEA COUNTY, NEW MEXICO
TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM

Section 36: N/2

It is my understanding that this unit is to be simultaneously dedicated to your State LM "T" Well No. 9 located at a standard gas well location 780 feet from the North line and 1860 feet from the West line (Unit C) of said Section 36 and to your State LM "T" Well No. 10 located at an unorthodox gas well location for said unit 1860 feet from the North line and 780 feet from the East line (Unit H) of said Section 36.

By authority granted me under the provisions of the rules and regulations governing the Jalmat Gas Pool as promulgated by Division Order No. R-8170 as amended, the above non-standard gas proration unit is hereby approved along with the other provision requested by the applicant to be included in this order.

Sincerely,



WILLIAM J. LEMAY
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs

REMARKS: Administrative Order NSP-1193 and NSP-1194 both dated May 26, 1980 which orders authorized 160-acre non-standard gas proration units for both wells are hereby stayed until further notice.



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

May 26, 1980

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Amerada Hess Corporation
P. O. Drawer "D"
Monument, New Mexico 88265

Attention: Mr. E. B. Fisher

Administrative Order NSP-1194

Gentlemen:

Reference is made to your application for a 160-acre non-standard proration unit consisting of the following acreage in the Jalmat Field:

LEA COUNTY, NEW MEXICO
TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM
Section 36: NW/4

It is my understanding that this unit is to be dedicated to your State LM "T" Well No. 9 located 780 feet from the North line and 1860 feet from the West line of said Section 36,

That Order No. R-5701 is hereby placed in abeyance.

By authority granted me under the provisions of Rule 5C 3 of Order No. R-1670, the above non-standard proration unit is hereby approved.

Sincerely,

JOE D. RAMEY,
Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs
Oil & Gas Engineering Committee - Hobbs
Oil & Gas Division - State Land Office - Santa Fe



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

May 26, 1980

BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Amerada Hess Corporation
P. O. Drawer "D"
Monument, New Mexico 88265

Attention: Mr. E. B. Fisher

Administrative Order NSP-1193

Gentlemen:

Reference is made to your application for a 160-acre non-standard proration unit consisting of the following acreage in the Jalmat Gas Pool:

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

It is my understanding that this unit is to be dedicated to your State LM "T" Well No. 10 located 1860 feet from the North line and 780 feet from the East line of said Section 36.

That Order No. R-5701 is hereby placed in abeyance.

By authority granted me under the provisions of Rule 5C 3 of Order No. R-1670, the above non-standard proration unit is hereby approved.

Sincerely,

JOE D. RAMEY,
Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs
Oil & Gas Engineering Committee - Hobbs
Oil & Gas Division - State Land Office - Santa Fe

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

February 10, 1966

C Amerada Petroleum Corporation

P. O. Box 668

Hobbs, New Mexico

Attention: Mr. D. C. Capps

Administrative Order NSP-744

O Gentlemen:

Reference is made to your application for approval of a 320-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the following acreage:

P LEA COUNTY, NEW MEXICO

TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM

Section 36: N/2

Y It is understood that this unit is to be dedicated to your State LM "T" Well No. 2 located 1980 feet from the North line and 1980 feet from the West line of said Section 36.

By authority granted me under the provisions of Order No. R-1670, as amended, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit

Your State LM "T" Well No. 5 located in Unit A of Section 36 shall not be produced while this order is in effect. This order shall be effective the date your State LM "T" Well No. 5 was reclassified as a Jalmat gas well.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/JMD/esr

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

May 16, 1960

Amerada Petroleum Corporation
Drawer "D"
Monument, New Mexico

Attention: Mr. D. C. Capps

Administrative Order NSP-516

Gentlemen:

Reference is made to your application for approval of a 280-acre non-standard gas protraction unit in the Jalmat Gas Pool consisting of the following acreage:

TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM
Section 36: NW/4, W/2 NE/4, and SE/4 SE/4

It is understood that this unit is to be dedicated to your State LM "T" Well No. 2, located 1980 feet from the North and West lines of said Section 36.

By authority granted me under provisions of Rule 5 (b), of the Special Rules and Regulations for the Jalmat Gas Pool, as set forth in Order R-526, you are hereby authorized to operate the above described acreage as a non-standard gas protraction unit, with allowable to be assigned thereto in accordance with the pool rules, based upon the unit size of 280 acres.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

ALP/OEP/og
cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

May 20, 1960

Amerada Petroleum Corporation
Drawer "D"
Monument, New Mexico

Attention: Mr. D. C. Capps

Administrative Order NSP-516-A

Gentlemen:

Administrative Order NSP-516 describes the 280-acre non-standard gas protraction unit therein granted as the NW/4, W/2 NE/4 and SE/4 SE/4. The SE/4 SE/4 should read SE/4 NE/4 and is hereby changed to so read. Please change your records accordingly.

Very truly yours,

A. L. PORTER, Jr.,
Secretary-Director

ALP/OEP/og
cc: Oil Conservation Commission - Hobbs

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 6197
Order No. R-5701

APPLICATION OF AMERADA HESS CORPORATION
FOR A NON-STANDARD PRORATION UNIT, AN
UNORTHODOX LOCATION AND SIMULTANEOUS
DEDICATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 5, 1978, at Santa Fe, New Mexico, before Examiner, Daniel S. Nutter.

NOW, on this 11th day of April, 1978, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Amerada Hess Corporation, seeks approval of a 320-acre non-standard gas proration unit comprising the N/2 of Section 36, Township 23 South, Range 36 East, NMPM, to be simultaneously dedicated to its State LMT Well No. 5 at an unorthodox location in Unit A of said Section 36 and its Well No. 2 in Unit F.

(3) That the entire non-standard proration unit may reasonably be presumed productive of gas from the Jalmat Gas Pool and that the entire non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid well.

(4) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Jalmat Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

-2-

Case No. 6197
Order No. R-5701

(5) That Administrative Order No. NSP-744, which approved a 320-acre non-standard unit to be dedicated to applicant's above-described Well No. 5 only, should be superseded.

IT IS THEREFORE ORDERED:

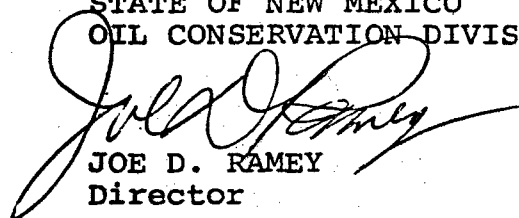
(1) That a 320-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the N/2 of Section 36, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and simultaneously dedicated to the Amerada Hess Corporation State LMT Well No. 5 at an unorthodox location in Unit A and to its State LMT Well No. 2 in Unit F both in said Section 36.

(2) That Administrative Order No. NSP-744 is hereby superseded.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



JOE D. RAMEY
Director

S E A L

jr/