



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

February 4, 1991

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

Texaco Producing, Inc.
P.O. Box 728
Hobbs, NM 88240

Attention: James A. Head

Administrative Order NSL-2984(SD)

Dear Mr. Head:

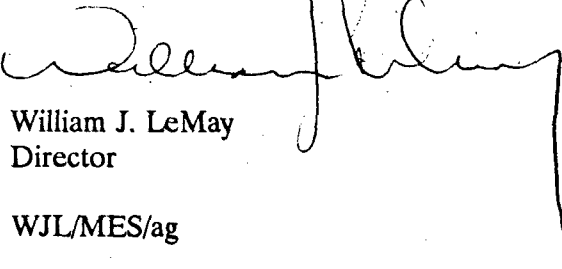
Reference is made to your application dated January 11, 1991, for an unorthodox Jalmat gas well location in an existing non-standard 355.96-acre gas spacing and proration unit (GPU) for said Jalmat Gas Pool comprising the SW/4, N/2 SE/4 and SE/4 SE/4 of Section 31 and the S/2 SW/4 of Section 32, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order R-2474, dated May 3, 1963 and presently has dedicated thereon the E.E. Blinebry "A" Federal (NCT-1) Well No. 2 located in Unit I of said Section 31.

By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170 as amended, the following described well located at an unorthodox gas well location is hereby approved:

*E. E. Blinebry "B" Federal NCT-1 Well No. 3
1980' FS & WL (Unit K) of said Section 31.*

Also, you are hereby authorized to simultaneously dedicate Jalmat Gas production from both of the above-described wells. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both wells in any proportion.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs