



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

November 11, 1997

Chevron U.S.A. Production Company
P. O. Box 1150
Midland, Texas 79702
Attention: J. H. Saenz

Administrative Order NSL-2995-A(SD)

Dear Mr. Saenz:

Reference is made to your application dated October 22, 1997 for an unorthodox Jalmat gas well location in an existing non-standard 480.20-acre gas spacing and proration unit ("GPU") for said Jalmat Gas Pool comprising the following described acreage in Lea County, New Mexico:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM

Section 33: SE/4
Section 34: SW/4

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM

Section 3: Lots 3 and 4 and S/2 NW/4.

Said GPU was established by Division Order No. R-1770, dated September 16, 1960, and had dedicated thereon the W. A. Ramsay (NCT-A) Com. Well No. 1 (API No. 30-025-04911), located 330 feet from the South and West lines (Unit M) of said Section 34.

By Division Administrative Order NSL-1077, dated September 26, 1979, a second well, the W. A. Ramsay (NCT-A) Well No. 2 (API No. 30-025-04894), located at an unorthodox gas well location 1980 feet from the South line and 660 feet from the East line (Unit I) of said Section 33 was approved for the subject GPU.

By Division Administrative Order NSL-2995 (SD), dated March 8, 1991, an additional well, the W. A. Ramsay (NCT-A) Com Well No. 3 (API No. 30-025-08763), located at an unorthodox gas well location 660 feet from the North line and 1980 feet from the West line (Lot 3/Unit C) of said Section 3 was approved for the subject GPU.

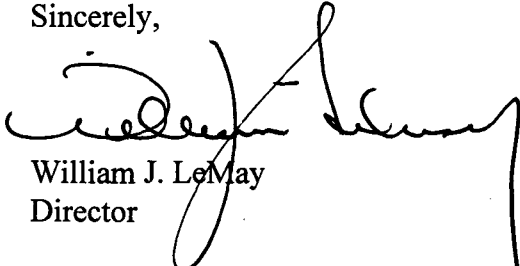
By authority granted me under the provisions of Rule 2(d) of the "*Special Rules and Regulations for the Jalmat Gas Pool*," as promulgated by Division Order No. R-8170, as amended, the following described well, which is situated at a location that is considered to be unorthodox in the Jalmat Gas Pool for the subject 480.20-acre GPU, is hereby approved.

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**W. A. Ramsey NCT-A Well No. 36
to be renamed the W. A. Ramsay (NCT-A) Com Well No. 36
(API No. 30-025-04899)
660' FSL & 1980' FWL (Unit N)
Section 34, Township 21 South, Range 36 East, NMPM**

Also, you are hereby authorized to simultaneously dedicate Jalmat Gas production from the W. A. Ramsay (NCT-A) Com Well No. 36 with the W. A. Ramsay (NCT-A) Com Well Nos. 1, 2, and 3. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from all four wells in any proportion.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSL-2995(SD)
NSL-1077