STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

March 20, 1991

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

Chevron USA, Inc. P.O. Box 1150 Midland, TX 79702

Attention: A. W. Bohling

Administrative Order NSL-2999(SD)

Dear Mr. Bohling:

Reference is made to your application dated February 20, 1991, for an unorthodox Jalmat gas well location in an existing non-standard 600.10-acre gas spacing and proration unit (GPU) for said Jalmat Gas Pool comprising the Lots 1, 2 and 4, S/2 N/2 and S/2 of Section 4, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order No. R-5523, dated September 6, 1977 and presently has dedicated thereon the J.F. Janda (NCT-F) Well No. 13 located in Unit P of said Section 4.

It is our understanding that the subject well in this application was recently recompleted from the South Eunice Pool.

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:

J.F. Janda (NCT-F) Well No. 16 1980' FNL - 660' FEL (Unit H)

30-025-08783

Also, you are hereby authorized to simultaneously dedicate Jalmat Gas production from the J.F. Janda (NCT-F) Well No. 13 with the J.F. Janda (NCT-F) Well No. 16. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both of said wells in any proportion.

Sincerely, William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs NM State Land Office - Santa Fe