

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR



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

January 17, 1992

Clayton W. Williams, Jr., Inc.
3000 Claydesta National Bank Building
Six Desta Drive
Midland, Texas 79705

Attention: David G. Grafe, Petroleum Engineer

Administrative Order NSL-3089.SD

Dear Mr. Grafe:

Reference is made to your application dated December 5, 1991 for an unorthodox gas well location in an existing standard 640-acre gas spacing and proration unit for the Jalmat Gas Pool comprising all of Section 11, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico. Presently there are two Division Orders effecting said unit.

- * By Order No. R-6483, dated October 20, 1980, the Division, in part, authorized simultaneous dedication of the State "A" A/C-2 Well Nos. 14, 36, 42, and 62 located respectively in Units B, M, E, and K of said Sections 11 to the subject 640-acre; and
- * By Order No. R-8575, dated January 4, 1988, authorization was given to include the State "A" A/C-2 Well No. 73 located at an unorthodox gas well location in Unit P of said Section 11 to the unit.

It is our understanding that the subject well in this application is currently producing from the South Eunice Seven Rivers Queen Pool, however, said well will be plugged back to the Jalmat Gas Pool upon issuance of this order.

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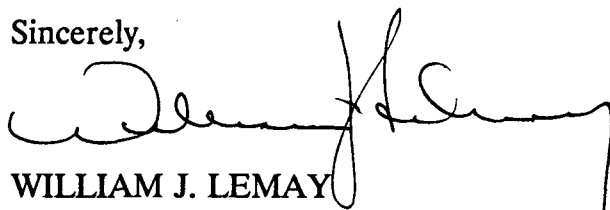
By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170, as amended, the following described well located at an unorthodox gas well location is hereby approved:

State "A" A/C-2 Well No. 15
660' FNL - 1980' FWL (Unit C)

Also, you are hereby authorized to simultaneously dedicate Jalmat Gas production from the State "A" A/C-2 Well No. 15 with the State "A" A/C-2 Well Nos. 14, 36, 42, 62, and 73; furthermore, you are hereby permitted to produce the allowable assigned the GPU from all of the said wells in any proration.

All provisions of Division Order Nos. R-6483 and R-8575 shall remain in full force and effect until further notice.

Sincerely,

A handwritten signature in dark ink, appearing to read 'William J. Lemay', is written over the printed name and title. The signature is fluid and cursive, with a long horizontal stroke extending to the right.

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs
NMSLO - Santa Fe
File: Case Nos. 9275, 9774