



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



April 2, 2008

Enervest Operating, L.L.C.
Attn: Ronnie L. Young
1001 Fannin St, Suite 800
Houston, TX 77002-6707

Administrative Order SD-200810

Re: **Stevens A 35 Com. Well No. 5**
Unit G, Section 35, Twsp 23S, Range 36E
Lea County

Dear Mr. Young:

Reference is made to the following:

(a) your application (**administrative simultaneous dedication [SD] application reference No. pDKB08-09340220**) submitted to the New Mexico Oil Conservation Division (the Division) in Santa Fe, New Mexico on March 3, 2008, and

(b) the Division's records pertinent to your request, including, but not limited to, the Division's records pertinent to Administrative Order NSL-4931 (NSP)(SD).

Enervest Operating, L.L.C. (Enervest) has requested to simultaneously dedicate its proposed Stevens A 35 Com. Well No. 5 (the proposed well), along with the following existing gas wells:

Stevens A 35 Com. No. 1	API No. 30-025-09465	1980 FSL & 1980 FEL (Unit J)
Stevens A 35 Com. No. 2	API No. 30-025-09467	1650 FSL & 990 FWL (Unit L)
Stevens A 35 Com. No. 4	API No. 30-025-26267	990 FSL & 660 FEL (Unit P)

to an existing, non-standard 280-acre gas spacing unit in the Jalmat-Tansill/Yates/Seven Rivers Gas Pool (79240), comprising the SW/4, W/2 SE/4 and SE/4 SE/4 of Section 35, Township 23 South, Range 36 East, N.M.P.M., in Lea County, New Mexico. This 280-acre non-standard gas spacing unit was established by Order No.R-3425, issued in Case No. 3754 on June 5, 1968.



The proposed well will be drilled at a non-standard gas well location 2030 feet from the South line and 1830 feet from the West line (Unit G) of Section 35. This non-standard location is being this day approved by Administrative Order NSL-5805, issued pursuant to your NSL application filed simultaneously with this application.

Division approval of simultaneous dedication is required because Rule 3(C) of the Special Pool Rules for the Jalmat Gas Pool, as provided in Order R-8170-P, adopted December 14, 2001, prohibits the dedication of more than one gas well per 160 acres in that pool. Simultaneous dedication of this unit to the three existing gas wells was approved by Administrative Order NSL-4931 (NSP)(SD), issued on August 5, 2003.

Your application has been duly filed under the provisions of Division Rules 104.D(3) and 1210.A, and Rule 4(B) of the Special Pool Rules for the Jalmat Gas Pool.

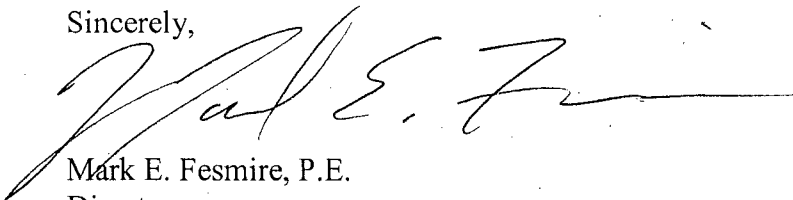
It is our understanding that you are seeking simultaneous dedication of this unit to the four wells described for geological reasons, in order to prevent waste and maximize production from this unit. As required by Rule 4(B) of the applicable pool rules, you have furnished evidence to support your conclusion that the granting of this application will prevent waste and will not impair correlative rights.

We also understand that you have given due notice of this application to all "affected persons," as defined in Rule 1210.A(2)(a), in all spacing units in the Jalmat adjoining the proposed unit.

Pursuant to the provisions of Division Rule 104.D(3) and Rule 4(B) of the Special Pool Rules for the Jalmat Gas Pool, the above-described simultaneous dedication is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in black ink, appearing to read 'Mark E. Fesmire', is written over a horizontal line.

Mark E. Fesmire, P.E.
Director

MEF/db

cc: New Mexico Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
United States Bureau of Land Management - Carlsbad