



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

March 5, 1996

**Prime Operating Company
North Park Executive Center
731 Wadley Avenue - Suite L-220
Midland, Texas 79705-5351
Attention: Runell A. Seale**

Administrative Order SD-96-3

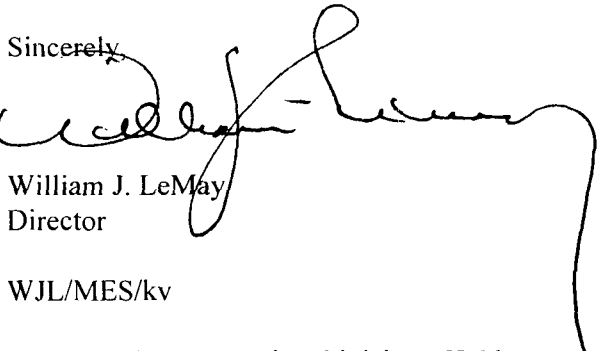
Dear Ms. Seale:

Reference is made to your letter dated February 20, 1996, Prime Operating Company is hereby authorized to simultaneously dedicate Jalmat Gas Pool production to the previously approved non-standard 80-acre, more or less, gas spacing and proration unit ("GPU") comprising Lot 4 and the SW/4 NW/4 of Section 1, Township 25 South, Range 36 East, NMPM, Lea County, New Mexico (Division Administrative Order NSP-1257, dated July 17, 1981, from the following two existing wells:

- the Wells "A" Well No. 2 (API No. 30-025-09720) located at a standard gas well location 1980 feet from the North line and 660 feet from the West line (Unit E) of said Section 1; and,
- the Wells "A" Well No. 10 (API No. 30-025-32938) located at a standard gas well location 660 feet from the North and West lines (Lot 4/Unit D) of said Section 1.

Furthermore, you are hereby permitted to produce the allowable assigned said non-standard 80-acre, more or less, GPU from both the Wells "A" Well Nos. 2 and 10 in any proportion.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
U. S. Bureau of Land Management - Carlsbad
File: NSP-1257