STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS GOVERNOR

February 12, 1988 POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING

SANTA FE, NEW MEXICO, 87504 (505) 827-5800

Lewis B. Burleson, Inc. c/o Kellahin, Kellahin & Aubrey P.O. Box 2265 Santa Fe, New Mexico 87504

Attention: W. Thomas Kellahin

Administrative Order NSP-1525(L)

Dear Mr. Kellahin:

Reference is made to your application for a 322.76-acre non-standard gas proration unit consisting of the following acreage in the Jalmat Gas Pool:

> LEA COUNTY, NEW MEXICO TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM Section 5: Lots 1 and 2, S/2 NE/4, SE/4

It is my understanding that this unit is to be dedicated to your existing Farney Well No. 4 located at an unorthodox gas well location 660 feet from the North line and 1650 feet from the East line (Unit B) of said Section 5, which is hereby approved under the provisions of the Special Rules and Regulations for the Jalmat Gas Pool as promulgated by Division Order No. R-8170, as amended.

By authority granted me under the provisions of said Division Order No. R-8170, as amended, the above non-standard proration unit is hereby approved.

Sincerely, WILLIAM J. LeMAY, DIRECTOR

WJL/MES/dr

Oil Conservation Division - Hobbs cc: U.S. Bureau of Land Management - Roswell New Mexico Oil and Gas Engineering Committee - Hobbs

REMARKS: Division Administrative Order NSP-161, dated June 30, 1955, authorized a 162.76-acre non-standard Jalmat Gas spacing and proration unit comprising Lots 1 and 2 and the S/2 NE/4 of said Section 5 to be dedicated to the Farney Well No. 3 located 660 feet from the North and East lines (Unit A) of said Section 5. Also, Division Administrative Order NSP-671, dated January 20, 1964, authorized a 240-acre non-standard Jalmat Gas spacing and proration unit comprising the SE/4 and E/2 SW/4 of said Section 5 to be dedicated to the Farney Well No. 2 located 1980 feet from the South line and 660 feet from the East line (Unit 1) of said Section 5.

Both of these wells are presently listed as temporarily abandoned in the Jalmat Gas Pool; therefore, both Divison Orders NSP 161 and NSP-671 are hereby stayed until further notice. Also, if at anytime in the future either of the Farney Wells Nos. 2 or 3 are re-completed as Jalmat Gas wells while this order is in effect, the operator shall file with the Division a notice of simultaneous dedication and shall comply with all other applicable rules therefor.