



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

May 31, 1991

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

Attention: A. W. Bohling, Proration Engineer

Administrative Order NSP-1627(L)

Dear Mr. Bohling:

Reference is made to your application dated April 11, 1991 for a 160-acre non-standard gas proration unit consisting of the following acreage in the Jalmat Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
Section 32: W/2 W/2

It is my understanding that this unit is to be dedicated to your existing Arnott Ramsey (NCT-B) Well No. 1 located 990 feet from the South line and 330 feet from the West line (Unit M) of said Section 32, which is an unorthodox gas well location for said unit.

By authority granted me under the provisions of Rules 2(a)4 and 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170, as amended, the above-described non-standard gas proration unit and resulting unorthodox gas well location are hereby approved.

Administrative Order NSP-1627(L)

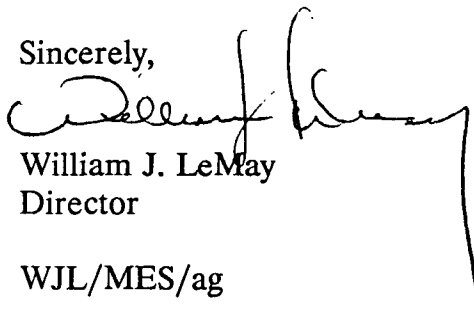
Chevron USA, Inc.

May 31, 1991

Page 2

Furthermore, Division Order No. R-693, dated October 13, 1955 which granted a 320-acre non-standard gas spacing and proration unit in the Jalmat Gas Pool for said well shall be placed in abeyance until further notice.

Sincerely,

A handwritten signature in dark ink, appearing to read 'William J. LeMay', is written over the typed name. The signature is fluid and cursive, with a long vertical line extending downwards from the end of the name.

William J. LeMay
Director

WJL/MES/ag

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