## STATE OF NEW MEXICO

## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

May 1, 1992

POST OFFICE BOX 2088

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

BRUCE KING

Tahoe Energy, Inc. c/o William F. Carr P.O. Box 2208 Santa Fe, New Mexico 87504-2208

Administrative Order NSP-1646

Dear Mr. Carr:

By Division Order No. R-429, dated April 16, 1954, a 158.02-acre, more or less, nonstandard Jalmat Gas spacing and proration unit comprising Lots 1 through 4 (W/2 W/2equivalent) of Section 19, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, was authorized to be dedicated to the Sholes "A" 19 Well No. 1 located 2340 feet from the South line and 300 feet from the West line (Unit L) of said Section 19.

Reference is now made to your application dated November 1, 1991, to reduce said 158.02acre unit by deleting Lot No. 1 (NW/4 NW/4 equivalent) of said Section 19, which is now a dedicated 39.21-acre Jalmat Oil spacing and proration unit to Tahoe's Junk Yard Dog Well No. 1 located 660 feet from the North line and 360 feet from the West line (Unit D) of said Section 19.

By the authority granted me under the provisions of Rule 2(a)4 of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170, as amended, the resulting 118.81-acre non-standard gas spacing and proration unit in said Jalmat Gas Pool for the Sholes "A" 19 Well No. 1 comprising Lots 2 through 4 of said Section 19 is hereby approved.

Division Order No. R-429 is hereby placed in abeyance until further notice.

Sincerely. William J. LeMay Director WJL/MES/jc

cc: Oil Conservation Division - Hobbs