



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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

September 20, 1995

Meridian Oil, Inc.
P. O. Box 51810
Midland, Texas 79710-1810

Attention: Donna J. Williams

Administrative Order NSP-1741(L)

Dear Ms. Williams:

Reference is made to your applications dated August 10 and 21, 1995 for a 120-acre non-standard gas spacing and proration unit ("GPU") consisting of the following acreage in the Jalmat Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 24 SOUTH, RANGE 36 EAST, NMPM
Section 23: SE/4 NE/4 and N/2 SE/4

It is my understanding that this unit is to be dedicated to the existing S. R. Cooper Well No. 3 (API No. 30-025-25233), which was drilled and completed in 1976 as a Jalmat oil well at a standard oil well location 2130 feet from the South and East lines (Unit J) of said Section 23. This location, pursuant to Rule 4(b)2 of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Jalmat Gas Pool", is considered to be "unorthodox".

By authority granted me under the provisions of Rules 2(a)4 and 2(c) of said special pool rules the above-described 120-acre non-standard gas spacing and proration unit and unorthodox gas well location for the S. R. Cooper Well No. 3 are hereby approved. Also, you are hereby permitted to produce the allowable assigned the subject GPU, in accordance with Rule 5 of said pool rules based upon a unit size of 80 acres.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay", written over a horizontal line.

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs