



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

July 7, 1992

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

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

Attention: Roxann Scholtz

Administrative Order NSL-3127(SD)

Dear Ms. Scholz:

Reference is made to your application dated May 22, 1992 for an unorthodox Jalmat gas well location in an existing non-standard 160-acre gas spacing and proration unit (GPU) for said Jalmat Gas Pool comprising the NE/4 of Section 10, Township 22 South, Range 36 East, NMPM Lea County, New Mexico. Said GPU was authorized by Division Order No. R-520, dated August 12, 1954 and presently has dedicated thereon the Mattie James Well No. 1 located in Unit G of said Section 10.

It is our understanding that the subject well to be considered at this time is temporarily abandoned in the South Eunice Seven Rivers Queen Pool; however, said well will be plugged back and recompleted to the Jalmat Gas Pool upon issuance of this order.

By authority granted me under the provision of Rule 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170 as amended, the following described well located at an unorthodox gas well location is hereby approved.

Mattie James Well No. 2
330' FN & EL (Unit A)

Also, you are hereby authorized to simultaneously dedicate Jalmat Gas production from the Mattie James Well No. 2 with the Mattie James Well No. 1. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both of said wells in any proportion.

Meridian Oil, Inc.
Administrative Order NSL-3127(SD)
July 7, 1992
Page 2

Division Administrative Order SD-91-9, which authorized the simultaneous dedication of the NE/4 of said Section 10 to the Mattie James Well No. 1 and to the proposed Mattie James Well No. 2 to be drilled at a standard gas well location 660 feet from the North and East lines (Unit A) of said Section 10, is hereby placed in abeyance until further notice.

Sincerely,

A handwritten signature in cursive script that reads "William J. Lemay". The signature is written in black ink and is positioned above the typed name and title.

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Hobbs
File: SD-91-9 ✓