STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

July 17, 1997

Lewis B. Burleson, Inc.

P. O. Box 2479

Midland, Texas 79702

Attention: Lewis B. Burleson

Administrative Order SD-97-5

Dear Mr. Burleson:

Reference is made to your letter dated July 8, 1997. As operator, Lewis B. Burleson, Inc. is hereby authorized to simultaneously dedicate Jalmat Gas Pool production to the previously approved non-standard 322.76-acre gas spacing and proration unit ("GPU") comprising the Lots 1 and 2, the S/2 NE/4, and the SE/4 (E/2 equivalent) of Section 5, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico [Division Administrative Order NSP-1525(L)] from the following two existing wells:

- the Farney Well No. 4 (API No. 30-025-09265) located at an unorthodox gas well location [approved by said Order NSP-1525(L)] 660 feet from the North line and 1650 feet from the East line (Lot 2/Unit B) of said Section 5; and,
- the recently drilled Farney Well No. 8 (API No. 30-025-33992) located at a standard gas well location 1780 feet from the North line and 660 feet from the East line (Unit H) of said Section 5.

Furthermore, you are hereby permitted to produce the allowable assigned said non-standard 322.76-acre GPU from both the Farney Well Nos. 4 and 8 in any proportion.

Sincerely,

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad

File: NSP-1525(L)

NSP-161 NSP-671