NEW MEXICO LNERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

March 3, 2000

neard only

Raptor Resources, Inc. 901 Rio Grande Austin, Texas 78701 Attention: Bill R. Keathly

Reinstatement of Division
Administrative Order NSP-183 (SD)

Dear Mr. Keathly:

Reference is made to the following: (i) your two applications dated December 12, 1999 that are both erroneously entitled "Applications for Unorthodox Gas Well Locations and Simultaneous Dedication"; (ii) the New Mexico Oil Conservation Division's ("Division") records in Santa Fe, including the file on Division Administrative Order NSP-183; (iii) the two Division directives dated December 22, 1999 and January 5, 2000; (iv) the Division's "NOTICE" to all operators in the Jalmat Pool dated January 11, 2000; and (v) the Division Director's "MEMORANDUM" to operators and interested parties in the Jalmat Pool dated February 18, 2000: all concerning Raptor Resources, Inc.'s ("Raptor") requests to:

- (1) essentially reinstate a previously approved non-standard 160.14-acre gas spacing and proration unit ("GPU") in the Jalmat Gas Pool comprising Lots 1 and 2 and the S/2 NE/4 (NE/4 equivalent) of Section 5, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico; and
- (2) have this acreage rededicated to the existing:
 - (a) State 157 "G" Well No. 2 (API No. 30-025-08787), located at a standard gas well location for this GPU 1980 feet from the North and East lines (Unit G) of Section 5; and
 - (b) State 157 "G" Well No. 4 (API No. 30-025-08790), located at a standard gas well location for this GPU 990 feet from the North line and 1980 feet from the East line (Lot 2/Unit B) of Section 5.

By Division Administrative Order NSP-183, dated September 2, 1955, this 160.14-acre GPU was initially established by the Division for Sinclair Oil and Gas Company and was dedicated to its State 157 "G" Well No. 1-A, later renumbered 1-Y, located at a standard gas well location 1980 feet