STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY December 4, 1992

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

ARCO Oil and Gas Company P.O. Box 1610 Midland, TX 79702

Attention: Kevin D. Renfro

Administrative Order SD-92-10

Dear Mr. Renfro:

Per your application dated October 2, 1992, you are hereby authorized to simultaneously dedicate Jalmat Gas Pool production to an existing non-standard 160-acre gas spacing and proration unit comprising the NW/4 of Section 10, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico from the existing D. D. Harrington Well No. 1 located at a standard gas well location 990 feet from the North and East lines (Unit D) of said Section 10 and to the D. D. Harrington Well No. 5 to be recompleted from the Eunice Seven Rivers Queen South Pool and located at a standard gas well location 1980 feet from the North and West lines (Unit F) of said Section 10.

Further, you are permitted to produce the allowable assigned said 160-acre unit from both wells in any proportion.

Sincerely, William J. LeMay Director WJL/MES/amg

cc: Oil Conservation Division - Hobbs