

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

BRUCE KING
GOVERNOR

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

May 30, 1991

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

Attention: Kevin D. Renfro, Operations/Analytical Engineer

Administrative Order SD-91-1

Dear Mr. Renfro:

Per your letter dated April 2, 1991, you are hereby authorized to simultaneously dedicate Jalmat Gas Pool production to the previously approved non-standard 320-acre gas spacing and proration unit comprising the S/2 of Section 10, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico (Division Administrative Order NSP-1544, dated September 27, 1988), from the existing H.S. Record "WN" Well No. 1 located at a standard gas well location 990 feet from the South and East lines (Unit P) of said Section 10 and to your H.S. Record "WN" Well No. 6 located at a standard gas well location 1980 feet from the South line and 2055 feet from the East line (Unit J) of said Section 10. It is my understanding that the No. 6 well is currently completed in the South Eunice Seven Rivers Queen Pool as a producing oil well and will be properly plugged back and recompleted up-hole into the Jalmat Gas Pool upon issuance of this order.

Further, you are hereby permitted to produce the allowable assigned said 320-acre unit from both wells in any proportion.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs