STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING

GOVERNOR

July 8, 1991

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

Meridian Oil, Inc. 21 Desta Drive Midland, TX 79705

Attention: Connie L. Malik

Administrative Order SD-91-3

Dear Ms. Malik:

Per your application dated June 18, 1991, you are hereby authorized to simultaneously dedicate Jalmat Gas Pool production to the previously approved non-standard 160-acre gas spacing and proration unit comprising the SW/4 of Section 5, Township 24S, Range 37E, NMPM, Lea County, New Mexico (Division Administrative Order NSP-10, dated October 9, 1954), from the existing

Courtland Myers Well No. 2 located at a standard gas location 660 feet from the South line and 990 feet from the West line (Unit M) of said Section 5 and to the proposed

Courtland Myers Well No. 10 to be drilled at a standard gas location 660 feet from the North line and 810 feet from the East line (Unit K) of said Section 5.

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/joc

cc: Oil Conservation Division - Hobbs