

DOYLE HARTMAN

Oil Operator

500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011
September 26, 1990

BEFORE EXAMINER CATANACH
Oil Conservation Division

Exhibit No. 27

Case No. 10111

TO JALMAT OPERATORS WHO SUPPORTED
TEXACO INC.'S EUMONT MINIMUM ALLOWABLE

Gentlemen:

Reference is made to NMOCD Case No. 10036, Texaco's application for a minimum allowable for the Eumont Gas Pool, which was presented on Wednesday, September 19, 1990.

As you are aware, both Doyle Hartman and Conoco supported Texaco's application in such case by submitting evidence and sworn testimony. In addition, the attached Exhibit "A" shows all other operators who submitted written support to the NMOCD for Texaco's application. Your written support of Texaco's application was very beneficial and we appreciate your efforts and are encouraged that the NMOCD will, in the near future, set a minimum allowable of 600 MCF/day per acreage factor for the Eumont Gas Pool.

You have recently received notification of our application before the NMOCD (Case No. 10111) to also set a minimum allowable of 600 MCF/day per acreage factor for the Jalmat Gas Pool of Lea County, New Mexico. Inasmuch as both of these pools are part of one large accumulation of oil and gas, we believe that the NMOCD should approve our application for a minimum allowable in the Jalmat Gas Pool in the event they approve a minimum allowable for the Eumont Gas Pool. Inasmuch as you supported Texaco's application in the Eumont case, we respectfully request your support of our application and have enclosed a corresponding letter of support for our Jalmat application which will be presented by us to the NMOCD at our minimum allowable hearing, scheduled for October 17, 1990.

Based upon Texaco's Eumont minimum allowable hearing held before the NMOCD on September 19, 1990, it is our hope that the NMOCD will issue an expedited Order in our Jalmat case which could be effective on the same date as the Order issued pursuant to Texaco's application in the Eumont Gas Pool (Case No. 10036). Our suggested letter of support which we have enclosed for preparation and signature on your letterhead will assist us in supporting a minimum allowable of 600 MCF/day to be adopted in the Jalmat Gas Pool and in convincing the NMOCD that such an expedited Order is necessary and will benefit all of the operators and mineral owners within the Jalmat Gas Pool.

Due to the fact that our hearing is scheduled for October 17, 1990, your prompt execution of the letter of support and return of the same to this office in the enclosed postage paid envelope will be most appreciated.

September 26, 1990

Page 2


Additionally, if you wish to enter evidence and/or testimony of your own at the hearing we would appreciate you contacting either Bryan Jones or myself in our offices to coordinate same.

Again, your support of Texaco's application is very much appreciated and we believe your support of our application will also facilitate the expeditious issuance of an order for a minimum allowable for the Jalmat Gas Pool.

Please call our offices if you have any questions relative to this matter or wish to discuss same.

Very truly yours,

DOYLE HARTMAN

A handwritten signature in black ink, appearing to read 'Michael Stewart', with a stylized, cursive script.

Michael Stewart
Engineer

MS/lr
Enclosures
549:ALWB0926

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

Reference is made to Doyle Hartman's application to amend Division Order No. R-8170 to establish a minimum allowable of 600 mcf/day per acreage factor for the Jalmat Gas Pool of Lea County, New Mexico. A similar application and hearing was held by Texaco before the NMOCD on September 19, 1990 corresponding to the Eumont Gas Pool.

Similar to Texaco's minimum allowable application for the Eumont Gas Pool, we are also in support of Doyle Hartman's application for the establishment of a minimum allowable for the Jalmat Gas Pool and render this letter as evidence of such support.

It is our belief that the establishment of a minimum allowable for the Jalmat Gas Pool (as with the Eumont Gas Pool) will encourage efficient operations, protect correlative rights and prevent waste.

Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Very truly yours,

549:OCD0926

EXHIBIT "A"

EUMONT OPERATORS WITH JALMAT PRODUCTION WHO
OFFERED WRITTEN SUPPORT OF TEXACO, INC.
EUMONT MINIMUM ALLOWABLE APPLICATION

Amerada Hess Corp.
Post Office Box D
Monument, New Mexico 88265
Attn: Mr. S. W. Small
District Superintendent

Amoco Production Co.
P. O. Box 3092
Houston, TX 77253
Attn: Mr. Jim Collier Rm. 3.256

ARCo Oil & Gas Co.
P. O. Box 1610
Midland, Texas 79702
Attn: Mr. Steven Smith

Lewis B. Burleson, Inc.
P. O. Box 2479
Midland, Texas 79702
Attn: Mr. Lewis B. Burleson

Chevron USA Inc.
Post Office Box 1150
Midland, Texas 79702
Attn: Mr. A. W. Bohling

Conoco, Inc.
P. O. Box 1959
Midland, Texas 79702
Attn: Mr. Mike Zimmerman

Lanexco Inc.
P. O. Box 2730
Midland, Texas 79702
Attn: Mr. Tom Phipps

Marathon Oil Co.
P. O. Box 552
Midland, Texas 79702
Attn: Mr. W. O. Snyder
Production Manager

Meridian Oil Production Inc.
21 Desta Drive
Midland, Texas 79701
Attn: Mr. David Radar
Engineering Manager

Mobil Producing, TX & NM
Post Office Box 633
Midland, Texas 79702
Attn: Ms. Donna Elwood

Oryx Energy Co.
P. O. Box 1861
Midland, Texas 79702-1861
Attn: Mr. Ben Manoochehri

Oxy USA Inc.
P. O. Box 50250
Midland, Texas 79710-5025
Attn: Mr. Rick Foppiano

Penroc Oil Corp.
P. O. Box 5970
Hobbs, NM 88241
Attn: Mr. M. Y. Merchant

Southland Royalty Co.
P. O. Box 910497
Dallas, Texas 75391-0497
Attn: Mr. Brett Herring

Texaco USA, Inc,
Post Office Box 728
Hobbs, New Mexico 88240
Attn: Mr. James Head

Texaco Producing, Inc.
Post Office Box 728
Hobbs, New Mexico 88240
Attn: Mr. James Head

Union Texas Petroleum
P. O. Box 2120
Houston, Texas 77252-2120
Attn: Mr. Charles W. Latch

Zia Energy Inc.
Post Office 2219
Hobbs, NM 88240
Attention: Mr. Don Bratton

GALLEGOS LAW FIRM

A Professional Corporation

141 East Palace Avenue
Santa Fe, New Mexico 87501
505 • 983 • 6686
Telefax No. 505 • 986 • 0741

September 24, 1990

J. E. Gallegos
George F. Bingham*
Michael L. Oja**
Joanne Reuter
Mary E. Walta †
Harry T. Nutter
Mary Ann R. Burmester*

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO: OPERATORS AND INTERESTED PARTIES IN THE JALMAT GAS POOL, Lea County, New Mexico

RE: In the Matter of the Application of Doyle Hartman for Amendment of Division Order No. R-8170, as Amended, to Establish Minimum Gas Allowables in the Jalmat Gas Pool, Lea County, New Mexico

Gentlemen:

This letter is to advise you that Doyle Hartman has filed an application with the New Mexico Oil Conservation Division seeking amendment of Division Order No. R-8170, as amended, to establish a minimum natural gas allowable for a minimum three year period of time in the Jalmat Gas Pool, Lea County, New Mexico, of 600 mcf of gas per day (18,000 mcf of gas per month) for a standard 160-acre Jalmat Gas Spacing Unit (Acreage Factor = 1.0). A similar application and hearing was held by Texaco before the New Mexico Oil Conservation Division on September 19, 1990 corresponding to the Eumont gas pool.

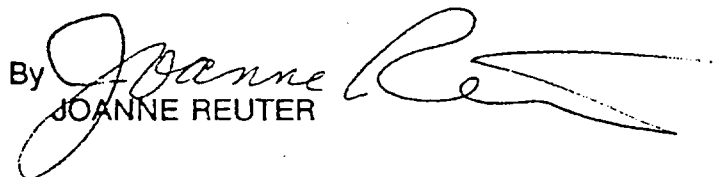
Doyle Hartman's application has been set for hearing before an Oil Conservation Division Examiner on October 17, 1990. It is not mandatory for you to attend this hearing but as the owner of an interest that may be affected by this application, you may appear and present testimony in support or protest of this matter. Failure to appear at that time and become a party of record in this case will preclude you from challenging this matter at a later date. Any person planning to appear at the hearing must file a prehearing statement with the Division pursuant to the OCD Director's Memorandum of April 30, 1990 and anyone wishing to receive other parties' prehearing statements must file an entry of appearance.

Very truly yours,

GALLEGOS LAW FIRM, P.C.

By

JOANNE REUTER



JR:evm

cc: Doyle Hartman

*Also admitted in the District of Columbia

**Also admitted in California

***Also admitted in Texas

† Admitted only in Colorado

DOYLE HARTMAN

Oil Operator

500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011
September 26, 1990

TO JALMAT OPERATORS UNASSOCIATED WITH
TEXACO INC.'S EUMONT MINIMUM ALLOWABLE PROPOSAL

Gentlemen:

Reference is made to NMOCD Case No. 10036, Texaco's application for a minimum allowable of 600 MCF/day per acreage factor to be established for the Eumont Gas Pool, which was presented on Wednesday, September 19, 1990.

The attached Exhibit "A" represents all of the Eumont operators also with Jalmat production who recently submitted written support of Texaco's application for a minimum allowable for the Eumont Gas Pool and in some cases provided sworn testimony and submitted an abundance of evidence supporting Texaco's application. As an operator outside of the Eumont Gas Pool, but within the Jalmat Pool, you may not have received notice of Texaco's application and ensuing hearing and have been identified on the attached Exhibit "B".

Further you have recently received notification of our application before the NMOCD (Case No. 10111) to also set a minimum allowable of 600 MCF/day per acreage factor for the Jalmat Gas Pool of Lea County, New Mexico. Inasmuch as both of these pools are part of one large accumulation of oil and gas, we believe that the NMOCD should to approve our application for a minimum allowable in the Jalmat Gas Pool in the event they approve a minimum allowable for the Eumont Gas Pool. However, your support of our application as a Jalmat operator is requested and I have enclosed a corresponding letter of support for our Jalmat application which will be presented by us to the NMOCD at our minimum allowable hearing, scheduled for October 17, 1990.

Based upon Texaco's Eumont minimum allowable hearing held before the NMOCD on September 19, 1990, it is our hope that the NMOCD will issue an expedited Order in our Jalmat case which could be effective on the same date as the Order issued pursuant to Texaco's application in the Eumont Gas Pool (Case No. 10036). Our suggested letter of support which we have enclosed for preparation and signature on your letterhead will assist us in supporting a minimum allowable of 600 MCF/day to be adopted in the Jalmat Gas Pool and in convincing the NMOCD that such an expedited Order is necessary and will benefit all of the operators and mineral owners within the Jalmat Gas Pool.

Due to the fact that our hearing is scheduled for October 17, 1990, your prompt execution of the letter of support and return of the same to this

September 26, 1990
Page 2

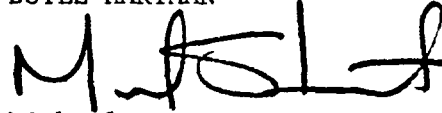
office in the enclosed postage paid envelope will be most appreciated. Additionally, if you wish to enter evidence and/or testimony of your own at the hearing we would appreciate you contacting either Bryan Jones or myself in our offices to coordinate same.

Again, your expeditious return of the letter of support to our offices will be most appreciated and could also facilitate the expeditious issuance of an order for a minimum allowable for the Jalmat Gas Pool.

Please call our offices if you have any questions relative to this matter or wish to discuss same.

Very truly yours,

DOYLE HARTMAN

A handwritten signature in black ink, appearing to read 'M. Stewart', written over the typed name.

Michael Stewart
Engineer

MS/lr
Enclosures
549:ALWS0926

EXHIBIT "A"

EUMONT OPERATORS WITH JALMAT PRODUCTION WHO
OFFERED WRITTEN SUPPORT OF TEXACO, INC.
EUMONT MINIMUM ALLOWABLE APPLICATION

Amerada Hess Corp.
Post Office Box D
Monument, New Mexico 88265
Attn: Mr. S. W. Small
District Superintendent

Amoco Production Co.
P. O. Box 3092
Houston, TX 77253
Attn: Mr. Jim Collier Rm. 3.256

ARCo Oil & Gas Co.
P. O. Box 1610
Midland, Texas 79702
Attn: Mr. Steven Smith

Lewis B. Burleson, Inc.
P. O. Box 2479
Midland, Texas 79702
Attn: Mr. Lewis B. Burleson

Chevron USA Inc.
Post Office Box 1150
Midland, Texas 79702
Attn: Mr. A. W. Bohling

Conoco, Inc.
P. O. Box 1959
Midland, Texas 79702
Attn: Mr. Mike Zimmerman

Lanexco Inc.
P. O. Box 2730
Midland, Texas 79702
Attn: Mr. Tom Phipps

Marathon Oil Co.
P. O. Box 552
Midland, Texas 79702
Attn: Mr. W. O. Snyder
Production Manager

Meridian Oil Production Inc.
21 Desta Drive
Midland, Texas 79701
Attn: Mr. David Radar
Engineering Manager

Mobil Producing, TX & NM
Post Office Box 633
Midland, Texas 79702
Attn: Ms. Donna Elwood

Oryx Energy Co.
P. O. Box 1861
Midland, Texas 79702-1861
Attn: Mr. Ben Manoochehri

Oxy USA Inc.
P. O. Box 50250
Midland, Texas 79710-5025
Attn: Mr. Rick Foppiano

Penroc Oil Corp.
P. O. Box 5970
Hobbs, NM 88241
Attn: Mr. M. Y. Merchant

Southland Royalty Co.
P. O. Box 910497
Dallas, Texas 75391-0497
Attn: Mr. Brett Herring

Texaco USA, Inc,
Post Office Box 728
Hobbs, New Mexico 88240
Attn: Mr. James Head

Texaco Producing, Inc.
Post Office Box 728
Hobbs, New Mexico 88240
Attn: Mr. James Head

Union Texas Petroleum
P. O. Box 2120
Houston, Texas 77252-2120
Attn: Mr. Charles W. Latch

Zia Energy Inc.
Post Office 2219
Hobbs, NM 88240
Attention: Mr. Don Bratton

EXHIBIT "B"
JALMAT OPERATOR UNASSOCIATED WITH TEXACO, INC.
EUMONT MINIMUM ALLOWABLE APPLICATION

O. H. Berry
One Marienfeld Place, Suite 188
Midland, Texas 79701

Bettis, Boyles & Stovall
P. O. Box 1240
Graham, Texas 76046
Attn: Mr. H. M. Bettis

Earl R. Bruno
P. O. Box 5456
Midland, Texas 79704
Attn: Mr. Randy Bruno

Convest Energy Corporation
2401 Fountainview, Suite 700
Houston, Texas 77057
Attn: Land Manager

Dalport Oil Corporation
3471 First National Bank Bldg.
Dallas, Texas 75202
Attn: Land Manager

Elk Energy Corporation
1625 Larimar Street, Suite 2403
Denver, Colorado 80202
Attn: Mr. Robert Zinke

Elk Oil Co.
P. O. Box 310
Roswell, New Mexico 88202
Attention: Mr. J. J. Kelly

Euratex Corporation
4826 Greenville Avenue
Dallas, Texas 75206
Attention: Land Manager

James L. Evans
P. O. Box 1029
Eunice, New Mexico 88231

James N. Evans
Post Office Box 755
Hobbs, New Mexico 88241

Grace Petroleum Corp.
6501 North Broadway
Oklahoma City, OK 73116
Attn: Mr. David K. Pinson
Land Manager

Great Western Drilling Co.
P. O. Box 1659
Midland, Texas 79702
Attn: Mr. P. L. Shanahan

Charles W. Kemp
1701 E. Highland Drive
Hobbs, NM 88241

Kern Co.
3005 N. Big Spring
Midland, Texas 79705

Bernard B. Lankford, Jr.
P. O. Box 238
Midland, Texas 79702

M & B Petroleum
P. O. Box 755
Hobbs, NM 88241

Maralo, Inc.
223 W. Wall, 9th Floor
Midland, Texas 79701
Attn: Mr. Dick Lowery

Dallas McCasland
1000 Avenue J
Eunice, NM 88231

Will McCasland Industries
Post Office Box 755
Hobbs, New Mexico 88241

Phillips Petroleum Co.
4001 Penbrook
Odessa, Texas 79762
Attn: Mr. D. J. Fisher

Hal J. Rasmussen Operating
Six Desta Drive, Suite 5850
Midland, Texas 79705
Attn: Mr. Hal Rasmussen

RB Petroleum
(Reading & Bates Petroleum Co.)
3100 Mid-Continent Tower
Tulsa, Oklahoma 74103
Attn: S. R. McNamara
Land Manager

Saba Energy Inc.
4500 West Illinois, Suite 213
Midland, Texas 79703

Samedan Oil Corp.
10 Desta Drive, Suite 240
Midland, Texas 79705
Attn: Mr. George Demare

Santa Fe Exploration Co., Inc.
P. O. Box 1136
Roswell, NM 88201
Attn: Mr. William A. McAlpine

Tahoe Energy Inc.
3909 W. Industrial
Midland, Texas 79703
Attn: Mr. K. A. Freeman

Tempo Energy Inc.
4000 N. Big Spring, Suite 109
Midland, Texas 79705
Attn: Mr. T. E. Garber

Tenison Oil Company
8140 Walnut Hill Lane #601
Dallas, Texas 75231

Thompson and Cone
Post Office Box 10217
Lubbock, Texas 79408

Tora Oil and Gas
Post Office Box 755
Hobbs, New Mexico 88241

V. H. Westbrook
P. O. Box 2264
Hobbs, NM 88240

549:jallabel

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

Reference is made to Doyle Hartman's application to amend Division Order No. R-8170 to establish a minimum allowable of 600 mcf/day per acreage factor for the Jalmat Gas Pool of Lea County, New Mexico. A similar application and hearing was held by Texaco before the NMOCD on September 19, 1990 corresponding to the Eumont Gas Pool.

Similar to Texaco's minimum allowable application for the Eumont Gas Pool, we are also in support of Doyle Hartman's application for the establishment of a minimum allowable for the Jalmat Gas Pool and render this letter as evidence of such support.

It is our belief that the establishment of a minimum allowable for the Jalmat Gas Pool (as with the Eumont Gas Pool) will encourage efficient operations, protect correlative rights and prevent waste.

Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Very truly yours,

549:OCD0926

GALLEGOS LAW FIRM

A Professional Corporation

141 East Palace Avenue
Santa Fe, New Mexico 87501
505 • 983 • 6686
Telefax No. 505 • 986 • 0741

September 24, 1990

J. E. Gallegos
George F. Bingham*
Michael L. Oja**
Joanne Reuter
Mary E. Walta†
Harry T. Nutter
Mary Ann R. Burmester**

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO: OPERATORS AND INTERESTED PARTIES IN THE JALMAT GAS POOL, Lea County, New Mexico

RE: In the Matter of the Application of Doyle Hartman for Amendment of Division Order No. R-8170, as Amended, to Establish Minimum Gas Allowables in the Jalmat Gas Pool, Lea County, New Mexico

Gentlemen:

This letter is to advise you that Doyle Hartman has filed an application with the New Mexico Oil Conservation Division seeking amendment of Division Order No. R-8170, as amended, to establish a minimum natural gas allowable for a minimum three year period of time in the Jalmat Gas Pool, Lea County, New Mexico, of 600 mcf of gas per day (18,000 mcf of gas per month) for a standard 160-acre Jalmat Gas Spacing Unit (Acreage Factor = 1.0). A similar application and hearing was held by Texaco before the New Mexico Oil Conservation Division on September 19, 1990 corresponding to the Eumont gas pool.

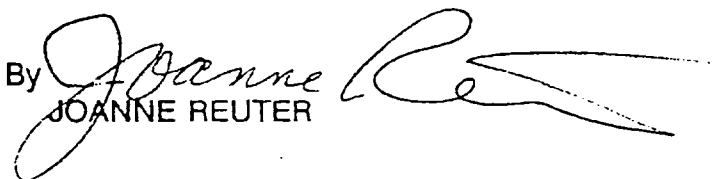
Doyle Hartman's application has been set for hearing before an Oil Conservation Division Examiner on October 17, 1990. It is not mandatory for you to attend this hearing but as the owner of an interest that may be affected by this application, you may appear and present testimony in support or protest of this matter. Failure to appear at that time and become a party of record in this case will preclude you from challenging this matter at a later date. Any person planning to appear at the hearing must file a prehearing statement with the Division pursuant to the OCD Director's Memorandum of April 30, 1990 and anyone wishing to receive other parties' prehearing statements must file an entry of appearance.

Very truly yours,

GALLEGOS LAW FIRM, P.C.

By

JOANNE REUTER



JR:evm

cc: Doyle Hartman

*Also admitted in the District of Columbia

**Also admitted in California

***Also admitted in Texas

† Admitted only in Colorado

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

Reference is made to Doyle Hartman's application to amend Division Order No. R-8170 to establish a minimum allowable of 600 mcf/day per acreage factor for the Jalmat Gas Pool of Lea County, New Mexico. A similar application and hearing was held by Texaco before the NMOCD on September 19, 1990 corresponding to the Eumont Gas Pool.

Similar to Texaco's minimum allowable application for the Eumont Gas Pool, we are also in support of Doyle Hartman's application for the establishment of a minimum allowable for the Jalmat Gas Pool and render this letter as evidence of such support.

It is our belief that the establishment of a minimum allowable for the Jalmat Gas Pool (as with the Eumont Gas Pool) will encourage efficient operations, protect correlative rights and prevent waste.

Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Very truly yours,

Charles W. Kemp

549:OCD0926

NOV 21 1990

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
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Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

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D.B.A.
Will McFarland

549:OCD0926

Very truly yours,

Will J. McFarland
P.O. Box #156

Genevieve H.H.

88231-0156

OCT 17 1990



Texaco USA

P.O. Box 730
Hobbs NM 88240
505 393 7191

October 10, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
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Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

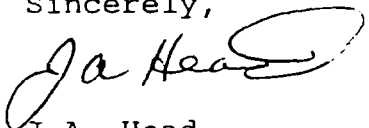
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We support Doyle Hartman's application for the establishment of a minimum allowable for the Jalmat Gas Pool and render this letter as evidence of such support. It is our belief that the establishment of a minimum allowable for the Jalmat Gas Pool (as with the Eumont Gas Pool) will encourage efficient operations, protect correlative rights and prevent waste.

Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Sincerely,


J.A. Head
Hobbs Area Manager

OCT 10 1990

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
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Very truly yours,

William C. Murray
Samedan Oil Corporation

549:OCD0926

OCT 10 1990



September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attn: Hearing Examiner

RE: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

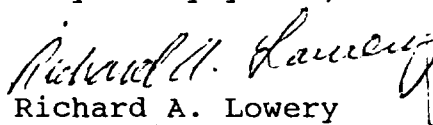
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Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum, allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Very truly yours,


Richard A. Lowery
Production Manager

RAL/dp

OCT 10 1990

ELK ENERGY CORPORATION

1625 LARIMER ST.
SUITE 2403
DENVER, COLORADO 80202
(303) 892-8934

October 1, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

RE: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum Allowable
for the Jalmat Gas Pool
Lea County, New Mexico

Gentlemen:

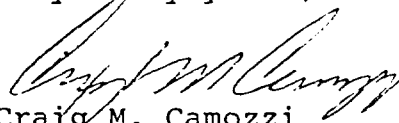
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Similar to Texaco's minimum allowable application for the Eumont Gas Pool, we are also in support of Doyle Hartman's application for the establishment of a minimum allowable for the Jalmat Gas Pool and render this letter as evidence of such support.

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Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Very truly yours,


Craig M. Camozzi
President

CMC:d

549:OCD0926

OIL AND GAS EXPLORATION AND PRODUCTION

OCT 8 1990

PENROC

Penroc Oil Corporation / P. O. Box 5970 / Hobbs, New Mexico 88241 / Telephone (505) 397-3596 / Telecopier (505) 393-7051

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

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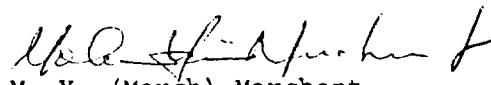
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Very truly yours,

PENROC OIL CORPORATION


M. Y. (Merch) Merchant
President

MYM/br

OCT 1 1990

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

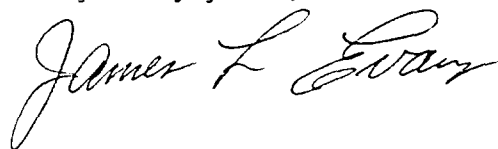
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Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Very truly yours,

A handwritten signature in cursive script, appearing to read "James L. Evans".

549:OCD0926

OCT 1 1990

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

Reference is made to Doyle Hartman's application to amend Division Order No. R-8170 to establish a minimum allowable of 600 mcf/day per acreage factor for the Jalmat Gas Pool of Lea County, New Mexico. A similar application and hearing was held by Texaco before the NMOCD on September 19, 1990 corresponding to the Eumont Gas Pool.

Similar to Texaco's minimum allowable application for the Eumont Gas Pool, we are also in support of Doyle Hartman's application for the establishment of a minimum allowable for the Jalmat Gas Pool and render this letter as evidence of such support.

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Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Very truly yours,



549:OCD0926

OCT, 3 1990

HAL J. RASMUSSEN OPERATING, INC.

SIX DESTA DRIVE, SUITE 2700

MIDLAND, TEXAS 79705

(915) 687-1664

October 2, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

RE: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat
Gas Pool, Lea County,
New Mexico

Dear Gentlemen:

I am writting in reference to Doyle Hartman's application to amend Division Order No. R-8170. This amendment will try to establish a minimum allowable of 600 mcf/day per proration unit for the Jalmat Gas Pool of Lea County, New Mexico. A similar application and hearing was held on behalf of the Eumont Gas Pool operators by Texaco on September 19, 1990.

As with the Eumont application, I am in full support of establishing a minimum allowable for both fields. This minimum allowable will promote development of both fields, that will recover oil and gas reserves that would not other wise be developed. This would prevent waste as well as protect correlative rights of all parties.

I currently operate one-third of the gas in the Jalmat Field and feel my testimony would be beneficial to all parties. I have Jalmat wells offsetting the Eumont field that would be unfairly drained if both fields are not passed simultaneously. I would like to present evidence to this fact. I also would like to present evidence as to why a minimum allowable is needed and how it would prevent waste.

Please accept this letter as my pre-hearing statement. I look forward to attending this hearing and to the great benefit it will have on all Jalmat parties concerned.

Sincerely,

HAL J. RASMUSSEN OPERATING, INC.

Hal J. Rasmussen
President

OCT 2 1990

LEWIS B. BURLESON, INC.
OIL & GAS PROPERTIES

LEWIS B. BURLESON
PRESIDENT
STEVEN L. BURLESON
VICE-PRESIDENT
WAYNE JARVIS
SUPERINTENDENT

October 1, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner


Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

Reference is made to Doyle Hartman's application to amend Division Order No. R-8170 to establish a minimum allowable of 600 mcf/day per acreage factor for the Jalmat Gas Pool of Lea County, New Mexico. A similar application and hearing was held by Texaco before the NMOCD on September 19, 1990 corresponding to the Eumont Gas Pool

As an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Yours truly,


Lewis B. Burleson
President

LBB/skb

OCT 2 1990

AMERADA HESS CORPORATION

P. O. DRAWER "D"
MONUMENT, NEW MEXICO 88265

September 28, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

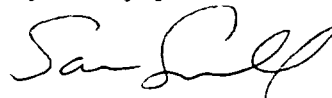
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Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Very truly yours,



Sam Small
District Superintendent

EJH/car

OCT. 2 1990

LANEXCO, INC.

P. O. BOX 2730
MIDLAND, TEXAS 79702
915/687-5047
FAX 915/687-5048

ADMINISTRATION

Tommy Phipps
Ric Flores



P. O. BOX 1206
JAL, NEW MEXICO 88252
505/395-3056
FAX 505/395-3205

OPERATIONS

Robert Lansford
Herb Dority
Mike Copeland

*

*

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

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Therefore, as an operator in the Jalmat Gas Pool, we support the subject application to establish a minimum allowable of 600 MCF/day per acreage factor and encourage the NMOCD to issue an order in this case as expeditiously as possible.

Very truly yours,

A handwritten signature in dark ink, appearing to be 'R. Phipps', is written over the typed name 'Very truly yours,'.

*

DRILLING

ENGINEERING

*

OPERATING

SEP 28 1990

TAHOE ENERGY, INC.



PHONE (915) 697-4173 • 3909 W. INDUSTRIAL AVE. • MIDLAND, TEXAS 79703

September 26, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Hearing Examiner

Re: Case No. 10111
Application of Doyle Hartman
to Establish a Minimum
Allowable for the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

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Very truly yours,

549:OCD0926

SEP 28 1990

JALMAT POOL OPERATORS & ACREAGE FACTORS
NMCCO'S SEPTEMBER 1990 GAS PRORATION SCHEDULE

OPERATOR	ACREAGE FACTORS AF'S	# MARGINAL AF'S	# NON- MARGINAL AF'S	% AF'S	% MARGINAL AF'S	% NON- MARGINAL AF'S	JALMAT SUPPORT BALLOT RETURNED (Y/N)	% AF'S SUPPORT	% NON- MARGINAL AF'S SUPPORT	JALMAT AND/OR SUPPORT BALLOT (Y/N)	% AF'S SUPPORT	% NON- MARGINAL AF'S SUPPORT
Amerada Hess Corp	5.00	5.00	0.00	1.44%	1.52%	0.00%	Y	1.44%	0.00%	Y	1.44%	1.52%
Amoco	6.00	6.00	0.00	1.72%	1.83%	0.00%	N			Y	1.72%	1.83%
Arco	55.00	55.00	0.00	15.81%	16.77%	0.00%	N			Y	15.81%	16.77%
Berry, O.H.	0.75	0.75	0.00	0.22%	0.23%	0.00%	Y	0.22%	0.00%	Y	0.22%	0.23%
Bettis, Boyle & Stovall	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			N		
Burleson, Lewis B	18.96	17.96	1.00	5.45%	5.48%	5.00%	Y	5.45%	5.00%	Y	5.45%	5.48%
Chevron USA Inc	22.58	22.33	0.25	6.49%	6.81%	1.25%	N			Y	6.49%	6.81%
Conoco	32.25	32.25	0.00	9.27%	9.83%	0.00%	Y	9.27%	0.00%	Y	9.27%	9.83%
Convest Energy Corp	1.25	1.25	0.00	0.36%	0.38%	0.00%	N			N		
Dalport Oil Corp	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			N		
Elk Energy Corp	2.75	2.75	0.00	0.79%	0.84%	0.00%	Y	0.79%	0.00%	Y	0.79%	0.84%
Elk Oil Co	0.50	0.50	0.00	0.14%	0.15%	0.00%	N			N		
Euratex Corp	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			N		
Evans, James L	2.00	2.00	0.00	0.57%	0.61%	0.00%	Y	0.57%	0.00%	Y	0.57%	0.61%
Evans, James M	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			N		
Grace Petroleum Corp	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			N		
Great Western Drilling Co	1.00	0.00	1.00	0.29%	0.00%	5.00%	N			N		
Hartman, Doyle	18.48	11.73	6.75	5.31%	3.58%	33.75%	Y	5.31%	33.75%	Y	5.31%	3.58%
Kemp, Charles W	1.00	1.00	0.00	0.29%	0.30%	0.00%	Y	0.29%	0.00%	Y	0.29%	0.30%
Kern Co	0.75	0.75	0.00	0.22%	0.23%	0.00%	N			N		
Lanexco Inc	8.50	8.00	0.50	2.44%	2.44%	2.50%	Y	2.44%	2.50%	Y	2.44%	2.44%
Lankford, Bernard Jr.	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			N		
M & B Petroleum	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			N		
Maralo Inc.	1.00	1.00	0.00	0.29%	0.30%	0.00%	Y	0.29%	0.00%	Y	0.29%	0.30%
Marathon Oil Co	3.75	3.75	0.00	1.08%	1.14%	0.00%	Y	1.08%	0.00%	Y	1.08%	1.14%
McCasland, Dallas	5.00	5.00	0.00	1.44%	1.52%	0.00%	N			N		
McCasland, Will	2.00	2.00	0.00	0.57%	0.61%	0.00%	Y	0.57%	0.00%	Y	0.57%	0.61%
Meridian Oil Inc	58.41	48.41	10.00	16.79%	14.76%	50.00%	N			Y	16.79%	14.76%
Mobil Producing TX & NM	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			Y	0.29%	0.30%
Oryx Energy Co	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			Y	0.29%	0.30%
Oxy USA Inc	1.50	1.50	0.00	0.43%	0.46%	0.00%	N			Y	0.43%	0.46%
Penroc Oil Corp	1.75	1.75	0.00	0.50%	0.53%	0.00%	Y	0.50%	0.00%	Y	0.50%	0.53%
Phillips Petroleum Co	2.00	2.00	0.00	0.57%	0.61%	0.00%	N			N		
Rasmussen, Hal	53.71	53.71	0.00	15.44%	16.38%	0.00%	Y	15.44%	0.00%	Y	15.44%	16.38%
RB Petroleum	0.75	0.75	0.00	0.22%	0.23%	0.00%	N			N		
Saba Energy Inc	0.75	0.75	0.00	0.22%	0.23%	0.00%	N			N		
Samedan Oil Corp	1.54	1.54	0.00	0.44%	0.47%	0.00%	Y	0.44%	0.00%	Y	0.44%	0.47%
Santa Fe Exploration Co	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			N		
Southland Royalty	2.00	2.00	0.00	0.57%	0.61%	0.00%	N			Y	0.57%	0.61%
Tahoe Energy	5.50	5.50	0.00	1.58%	1.68%	0.00%	Y	1.58%	0.00%	Y	1.58%	1.68%
Tempo Energy	1.50	1.50	0.00	0.43%	0.46%	0.00%	N			N		
Tenison Oil Co	1.50	1.50	0.00	0.43%	0.46%	0.00%	N			N		
Texaco Producing Inc	15.29	15.29	0.00	4.39%	4.66%	0.00%	Y	4.39%	0.00%	Y	4.39%	4.66%
Thompson and Cone	1.00	1.00	0.00	0.29%	0.30%	0.00%	N			N		
Tora Oil & Gas	0.96	0.96	0.00	0.28%	0.29%	0.00%	N			N		
Union Texas Petroleum Corp	0.75	0.75	0.00	0.22%	0.23%	0.00%	N			Y	0.22%	0.23%
VH Westbrook	0.50	0.00	0.50	0.14%	0.00%	2.50%	Y	0.14%	2.50%	Y	0.14%	0.00%
FIELD TOTALS	347.93	327.93	20.00	100.00%	100.00%	100.00%		50.22%	43.75%		92.83%	92.60%



Warren Petroleum Company

A Division of Chevron U.S.A. Inc.
P.O. Box 1150, Midland, TX 79702

Manufacturing Department

October 3, 1990

Re: Jalmat Gas Pool
Lea County, New Mexico

State of New Mexico
Energy Mineral & Natural Resources Dept.
Oil Conservation Division
State Land Office Building
P. O. Box 2088
Santa Fe, NM 87504-2088

Attn: Mr. William LeMay

Gentlemen:

Warren is currently processing Jalmat gas at the Eunice and Monument gas facilities in Lea County, New Mexico. We have additional processing capabilities at each of our above gas plants to handle increased Jalmat production.

For additional information, please contact me at 915/687-7301 or you may write to me at:

Warren Petroleum Company
P. O. Box 1150
Midland, TX 79702

Sincerely,

WARREN PETROLEUM COMPANY

B. J. Blakemore
Gas Supply Representative

:cs

cc: M. A. Thomas - Tulsa
K. A. Peterson - Monument
F. C. Noah - Eunice

OCT. 5 1990

DOYLE HARTMAN

Oil Operator

300 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

October 1, 1990

OCT 1 1990
WARREN PET
MIDLAND

CERTIFIED. RETURN RECEIPT REQUESTED

Warren Petroleum Company
Post Office box 1150
Midland, Texas 79702

Attn: Mr. B. J. Blakemore
Gas Supply Representative

Re: Application of Doyle Hartman
to Establish a Minimum Gas
Allowable in the Jalmat Gas
Pool, Lea County, New Mexico

Gentlemen:

Reference is made to NMOCD Case No. 10036, Texaco's application for a minimum allowable for the Eumont Gas Pool, which was presented on Wednesday, September 19, 1990.

In conjunction with Texaco's presentation, both Doyle Hartman and Conoco supported the Eumont minimum allowable application by submitting evidence and sworn testimony. In addition the attached list shows all other operators and pipelines who submitted written support to the NMOCD on behalf of Texaco's application. Your written support of Texaco's application was very beneficial and we appreciate your efforts and are encouraged that the NMOCD will, in the near future, set a minimum allowable of 600 MCF/day per acreage factor for the Eumont Gas Pool.

Doyle Hartman has recently provided your company with notification of our application before the NMOCD (Case No. 10111) to also set a minimum allowable of 600 MCF/day per acreage factor for the Jalmat Gas Pool of Lea County, New Mexico. Inasmuch as both of these pools are part of one large accumulation of oil and gas with common gathering and transporting facilities, we believe that the NMOCD should approve our application for a minimum allowable for the Jalmat Gas Pool.

Inasmuch as you supported Texaco's application in the Eumont case and provided essential information concerning additional processing and gathering capabilities of your existing facilities which service both the Eumont and Jalmat pools, we respectfully request your support of our application. For your convenience I have enclosed a corresponding letter of support for our Jalmat application which will be presented by us to the NMOCD at our minimum allowable hearing, scheduled for October 17, 1990.

October 1, 1990

Page 2

Based upon Texaco's Eumont minimum allowable hearing held before the NMOCD on September 19, 1990, it is our hope that the NMOCD will issue an expedited order in our Jalmat case which could be effective on the same date as the order issued pursuant to Texaco's application. Our suggested letter of support, which we have enclosed for preparation and signature on your letterhead, will assist us in supporting a minimum allowable of 600 MCF/day to be adopted in the Jalmat Gas Pool and in convincing the NMOCD that such an expedited order is necessary and will benefit all of the operators, mineral owners and gas pipelines within the Jalmat Gas Pool.

In today's gas transportation and marketing environment it is apparent that the more volumes available to gatherers and processors the more economic benefits they will realize especially when current throughput is well below existing plant capacities as illustrated on the attached table summarized from a recent Oil and Gas Journal article.

Due to the fact that our hearing is scheduled for October 17, 1990 your prompt execution of the letter of support and return of the same to this office in the enclosed postage paid envelope will be greatly appreciated.


Additionally, if you wish to enter evidence and/or testimony of your own at the hearing we would appreciate your contacting either Bryan Jones or myself in our offices to coordinate such.

Again your support of Texaco's application is very much appreciated and we believe your support of our application will also facilitate the expeditious issuance of an order for a minimum allowable for the Jalmat Gas Pool.

Please contact our offices if you have any questions relative to this matter or wish to discuss our application.

Very truly yours,

DOYLE HARTMAN

A handwritten signature in black ink, appearing to read 'Michael Stewart', written over the typed name.

Michael Stewart
Engineer

MS/lr
Enclosures
549:PILI0928