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OIL CONSERVATION DIVISION
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October 12, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P. O. 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:

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.

We currently gather and/or process gas from the Jalmat Field and have excess capacity in our gathering system and/or plant to gather, treat and process additional gas reserves from the Jalmat Field in response to any requested increase in allowable volumes. We are also confident that there are markets available which will purchase this incremental volume of gas be it our company in the form of traditional wellhead contracts or through a processing agreement with residue delivery into El Paso Natural Gas Company or Northern Natural Gas Company pipelines. We are looking forward to the additional volume and believe 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.

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Therefore, as a gatherer 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 very truly,



Thomas H. Moore

THM/sp

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