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OIL CONSERVATION DIVISION
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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
Hal J. Rasmussen
President