DOYLE HARTMAN

Oil Operator

500 N. MAIN P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

June 27, 1985

Mr. Richard L. Stamets New Mexico Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87501 Case 5669

Re: Olsen-Blinebry No. 2 SW/4 Section 29 T-23-S, R-37-E

Lea County, New Mexico

1) Non-standard Location

- 2) Simultaneous Dedication to existing proration unit
- 3) Notice of Section 103 Infill Application

Gentlemen:

We are currently in the process of filing an application for permit to drill our proposed Olsen-Blinebry No. 2 Jalmat gas well at a location of 500' FSL and 500' FWL (M) Section 29, T-23-S, R-37-E, Lea County, New Mexico. The newly completed well will be classified as an infill Jalmat gas well and will be simultaneously dedicated to the previously existing 160-acre non-standard Jalmat proration unit consisting of the SW/4 Section 29, T-23-S, R-37-E.

Because of numerous currently existing surface restrictions created by Texaco's Myers Langlie Mattix Unit waterflood which utilizes the same surface acreage as our proposed Olsen-Blinebry No. 2 well, the newly proposed well will be drilled at a non-standard location consisting of 500' FSL and 500' FWL Section 29, T-23-S, R-37-E Lea County, New Mexico instead of the standard 660' location. Therefore, we also respectfully request administrative approval of a non-standard Jalmat (Gas) location for our Olsen-Blinebry No. 2

Furthermore, in compliance with the Natural Gas Policy Act of 1978, a separate application will also be submitted to the Bureau of Land Maragement to obtain administrative approval for the well as a Section 103 infill well.

Three copies of a plat showing the location of the previously approved 160-acre proration unit plus the location of the proposed new well, along with a plat depicting surface obstructions are enclosed.

New Mexico Oil Conservation Division June 27, 1985 Page 2

Copies of the enclosed application have also been sent by certified mail to all offsetting parties <u>owning Jalmat gas rights</u>. The following is a list of the offsetting Jalmat gas owners:

Gulf Oil Corporation Post Office Box 1150 Midland, Texas 79702

Attention: J. R. Frank

Chief Proration Engineer

Conoco, Inc. Post Office Box 1959 Midland, Texas 79702

Attention: David M. Goodfellow

Great Western Drilling Company Post Office Box 1659 Midland, Texas 79702

Attention: B. C. Mahany

General Superintendent

HCW Exploration, Inc. Post Office Box 10585 Midland, Texas 79702

Attention: Mr. Steve A. Douglas

ARC'o Oil and Gas Company Post Office Box 1610 Micland, Texas 79702

Attention: Craig Payken

Area Engineer

Thank you for your consideration.

Very truly yours,

DOYLE HARTMAN

Michelle Hembree

Administrative Assistant

Michelle Nimbre

MH/dr

Enclosure

New Mexico Oil Conservation Division June 27, 1985 Page 3

cc: New Mexico Oil Conservation Division

District I Office Post Office Box 1980 Hobbs, New Mexico 88240 Attn: Mr. Jerry Sexton

Mr. William F. Carr Campbell & Black Post Office Box 2208 Santa Fe, New Mexico 87501

Mr. William P. Aycock 1207 West Wall Midland, Texas 79701

Mr. James A. Davidson Post Office Box 494 Midland, Texas 79702

El Paso Natural Gas Company Post Office Box 1492 El Paso, Texas 79978 Attn: Mr. Mike Wiseman

El Paso Natural Gas Company 2 Petroleum Center, #200 North A at Wadley Midland, Texas 79703 Attn: Mr. Clovis Moore

Mr. Daniel S. Nutter 105 E. Alicante Santa Fe, New Mexico 87501