

OIL CONSERVATION COMMISSION  
P. O. BOX 871  
SANTA FE, NEW MEXICO

May 16, 1960

Amerada Petroleum Corporation  
Drawer "D"  
Monument, New Mexico

Attention: Mr. D. C. Capps

Administrative Order NSP-516

Gentlemen:

Reference is made to your application for approval of a 280-acre non-standard gas prevention unit in the Jalmat Gas Pool consisting of the following acreage:

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM  
Section 36: NW/4, W/2 NE/4, and SE/4 SE/4

It is understood that this unit is to be dedicated to your State L.M. #27 Well No. 2, located 1980 feet from the North and West lines of said Section 36.

By authority granted me under provisions of Rule 5 (b), of the Special Rules and Regulations for the Jalmat Gas Pool, as set forth in Order N-510, you are hereby authorized to operate the above described acreage as a non-standard gas prevention unit, with allowable to be assigned thereto in accordance with the pool rules, based upon the unit size of 280 acres.

Very truly yours,

A. L. PORTER, Jr.,  
Secretary-Director

ALP/OEP/og  
cc: Oil Conservation Commission - Hobbs  
Oil & Gas Engineering Committee - Hobbs

OIL CONSERVATION COMMISSION  
P. O. BOX 871  
SANTA FE, NEW MEXICO

May 20, 1960

Amerada Petroleum Corporation  
Drawer "D"  
Monument, New Mexico

Attention: Mr. D. C. Capps

Administrative Order NSP-516-A

Gentlemen:

Administrative Order NSP-516 describes the 280-acre non-standard gas prevention unit therein granted as the NW/4, W/2 NE/4 and SE/4 SE/4. The SE/4 SE/4 should read SE/4 NE/4 and is hereby changed to so read. Please change your records accordingly.

Very truly yours,

A. L. PORTER, Jr.,  
Secretary-Director

ALP/OEP/og  
cc: Oil Conservation Commission - Hobbs

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

February 10, 1966

C Amerada Petroleum Corporation

P. O. Box 668

Hobbs, New Mexico

Attention: Mr. D. C. Capps

Administrative Order NSP-744

O Gentlemen:

Reference is made to your application for approval of a 320-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the following acreage:

P LEA COUNTY, NEW MEXICO

TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM

Section 36: N/2

Y It is understood that this unit is to be dedicated to your State LM "T" Well No. 2 located 1980 feet from the North line and 1980 feet from the West line of said Section 36.

By authority granted me under the provisions of Order No. R-1670, as amended, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit

Your State LM "T" Well No. 5 located in Unit A of Section 36 shall not be produced while this order is in effect. This order shall be effective the date your State LM "T" Well No. 5 was reclassified as a Jalmat gas well.

Very truly yours,

A. L. PORTER, Jr.  
Secretary-Director

ALP/JMD/esr

cc: Oil Conservation Commission - Hobbs  
Oil & Gas Engineering Committee - Hobbs  
State Land Office - Santa Fe

Entered April 11, 1978

JSR

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 6197  
Order No. R-5701

APPLICATION OF AMERADA HESS CORPORATION  
FOR A NON-STANDARD PRORATION UNIT, AN  
UNORTHODOX LOCATION AND SIMULTANEOUS  
DEDICATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 5, 1978,  
at Santa Fe, New Mexico, before Examiner, Daniel S. Nutter.

NOW, on this 11th day of April, 1978, the Division  
Director, having considered the testimony, the record, and the  
recommendations of the Examiner, and being fully advised in the  
premises,

FINDS:

(1) That due public notice having been given as required by  
law, the Division has jurisdiction of this cause and the subject  
matter thereof.

(2) That the applicant, Amerada Hess Corporation, seeks  
approval of a 320-acre non-standard gas proration unit comprising  
the N/2 of Section 36, Township 23 South, Range 36 East, NMPM,  
to be simultaneously dedicated to its State LMT Well No. 5 at an  
unorthodox location in Unit A of said Section 36 and its Well No.  
2 in Unit F.

(3) That the entire non-standard proration unit may reason-  
ably be presumed productive of gas from the Jalmat Gas Pool and  
that the entire non-standard gas proration unit can be efficient-  
ly and economically drained and developed by the aforesaid well.

(4) That approval of the subject application will afford  
the applicant the opportunity to produce his just and equitable  
share of the gas in the Jalmat Gas Pool, will prevent the economic  
loss caused by the drilling of unnecessary wells, avoid the  
augmentation of risk arising from the drilling of an excessive  
number of wells, and will otherwise prevent waste and protect  
correlative rights.

-2-

Case No. 6197  
Order No. R-5701

(5) That Administrative Order No. NSP-744, which approved a 320-acre non-standard unit to be dedicated to applicant's above-described Well No. 5 only, should be superseded.

IT IS THEREFORE ORDERED:

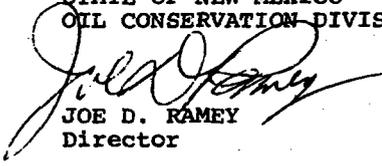
(1) That a 320-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the N/2 of Section 36, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and simultaneously dedicated to the Amerada Hess Corporation State LMT Well No. 5 at an unorthodox location in Unit A and to its State LMT Well No. 2 in Unit F both in said Section 36.

(2) That Administrative Order No. NSP-744 is hereby superseded.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY  
Director

S E A L

jr/



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

May 26, 1980

BRUCE KING  
GOVERNOR

LARRY KEHOE  
SECRETARY

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-2434

Amerada Hess Corporation  
P. O. Drawer "D"  
Monument, New Mexico 88265

Attention: Mr. E. B. Fisher

Administrative Order NSP-1193

Gentlemen:

Reference is made to your application for a 160-acre non-standard proration unit consisting of the following acreage in the Jalmat Gas Pool:

LEA COUNTY, NEW MEXICO  
TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM  
Section 36: NE/4

It is my understanding that this unit is to be dedicated to your State LM "T" Well No. 10 located 1860 feet from the North line and 780 feet from the East line of said Section 36.

That Order No. R-5701 is hereby placed in abeyance.

By authority granted me under the provisions of Rule 5C 3 of Order No. R-1670, the above non-standard proration unit is hereby approved.

Sincerely,

JOE D. RAMEY,  
Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs  
Oil & Gas Engineering Committee - Hobbs  
Oil & Gas Division - State Land Office - Santa Fe



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

May 26, 1980

BRUCE KING  
GOVERNOR

LARRY KEHOE  
SECRETARY

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-2434

Amerada Hess Corporation  
P. O. Drawer "D"  
Monument, New Mexico 88265

Attention: Mr. E. B. Fisher

Administrative Order NSP-1194

Gentlemen:

Reference is made to your application for a 160-acre non-standard proration unit consisting of the following acreage in the Jalmat Field:

LEA COUNTY, NEW MEXICO  
TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM  
Section 36: NW/4

It is my understanding that this unit is to be dedicated to your State LM "T" Well No. 9 located 780 feet from the North line and 1860 feet from the West line of said Section 36,

That Order No. R-5701 is hereby placed in abeyance.

By authority granted me under the provisions of Rule 5C 3 of Order No. R-1670, the above non-standard proration unit is hereby approved.

Sincerely,

JOE D. RAMEY,  
Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs  
Oil & Gas Engineering Committee - Hobbs  
Oil & Gas Division - State Land Office - Santa Fe



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS  
GOVERNOR

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

November 2, 1987

Amerada Hess Corporation  
P.O. Drawer "D"  
Monument, New Mexico 88265

Attention: Denise Ward

Administrative Order NSP-1517 (L) (SD)

Dear Ms. Ward:

Reference is made to your application for a 320-acre non-standard gas proration unit consisting of the following acreage in the Jalmat Gas Pool:

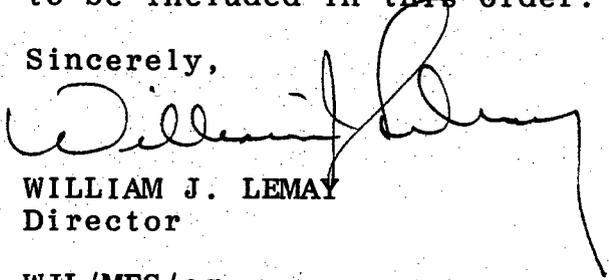
LEA COUNTY, NEW MEXICO  
TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM

Section 36: N/2

It is my understanding that this unit is to be simultaneously dedicated to your State LM "T" Well No. 9 located at a standard gas well location 780 feet from the North line and 1860 feet from the West line (Unit C) of said Section 36 and to your State LM "T" Well No. 10 located at an unorthodox gas well location for said unit 1860 feet from the North line and 780 feet from the East line (Unit H) of said Section 36.

By authority granted me under the provisions of the rules and regulations governing the Jalmat Gas Pool as promulgated by Division Order No. R-8170 as amended, the above non-standard gas proration unit is hereby approved along with the other provision requested by the applicant to be included in this order.

Sincerely,



WILLIAM J. LEMAY  
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs

REMARKS: Administrative Order NSP-1193 and NSP-1194 both dated May 26, 1980 which orders authorized 160-acre non-standard gas proration units for both wells are hereby stayed until further notice.



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON**  
Governor  
**Jennifer A. Salisbury**  
Cabinet Secretary

November 26, 2001

**Lori Wrotenberg**  
Director  
Oil Conservation Division

Apache Corporation  
2000 Post Oak Boulevard - Suite 100  
Houston, Texas 77056-4400  
Attention: Debra J. Anderson  
*Debra.Anderson@Apachecorp.com*

Telefax No. (713) 296-7156

Administrative Order NSL-4665(SD)

Dear Ms. Anderson:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") on November 5, 2001 (*application reference No. pKRVO-130946346*); and (ii) the records of the Division in Santa Fe, including the files on Division Administrative Orders NSP-1193, NSP-1194, and NSP-1517(L)(SD): all concerning Apache Corporation's request for an unorthodox infill Jalmat gas well location within an existing lay-down 320-acre non-standard gas spacing and proration unit ("GPU") comprising the N/2 of Section 36, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico.

The rules and procedures currently governing the Jalmat Gas Pool (79240) include but are not necessarily limited to:

- (i) the "*Special Rules and Regulations for the Jalmat Gas Pool*," as promulgated by Division Order No. R-8170, as amended;
- (ii) Division Rule 605.B (2) (b);
- (iii) Division Rules 104.D (2) and 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999;
- (iv) Division Rules 1207.A (2) and (3); and
- (v) the amended Stipulated Declaratory Judgment of the First Judicial District Court in Santa Fe County, New Mexico issued on July 11, 2001 in Hartman vs. Oil Conservation Division, Cause No. D-0101-CV-9902927 ("Stipulated Declaratory Judgment").

The subject 320-acre GPU was established by Division Administrative Order NSP-1517(L)(SD), dated November 2, 1987 for the following two wells:

- (1) Apache Corporation's existing State LM "T" Well No. 9 (API No. 30-025-26616), located at a standard gas well location for this GPU 780 feet from the North line and 1860 feet from the West

Administrative Order NSL-4665(SD)  
Apache Corporation  
November 26, 2001  
Page 2

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line (Unit C) of Section 36, which was the subject of Division Administrative Orders NSP-1194, dated May 26, 1980, and NSP-1517(L)(SD); and

- (2) existing State LM "T" Well No. 10 (API No. 30-025-26617), located at an unorthodox gas well location for this 320-acre GPU 1860 feet from the North line and 780 feet from the East line (Unit H) of Section 36, which was the subject of Division Administrative Orders NSP-1193, dated May 26, 1980, and NSP-1517(L)(SD).

By the authority granted me under the provisions of the rules, regulations, and directives currently governing the Jalmat Gas Pool, the following described well recently drilled by Apache Corporation at an unorthodox infill gas well location within this 320-acre GPU is hereby approved:

**State LM "T" Well No. 11  
1150' FNL & 1750' FEL (Unit B)  
(API No. 30-025-35366)**

Also, Apache Corporation is hereby authorized to simultaneously dedicate Jalmat gas production from the State LM "T" Well No. 11 with the existing State LM "T" Wells No. 9 and 10. Furthermore, Apache Corporation is permitted to produce the allowable assigned the subject 320-acre GPU from all three wells in any proportion.

All provisions applicable to the subject GPU in Division Administrative Order NSP-1517(L)(SD), not in conflict with this order, shall remain in full force and affect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,

  
Lori Wrotenbery  
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs  
New Mexico State Land Office - Santa Fe  
File: NSP-1193  
NSP-1194  
NSP-1517(L)(SD)



*NSL-4665(60)*

# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**  
Governor

May 5, 2004

**Joanna Prukop**  
Cabinet Secretary  
Acting Director  
Oil Conservation Division

**Doyle Hartman, Oil Operator**  
P. O. Box 10426  
Midland, Texas 79702

**Telefax No. (432) 682-7616**

**Attention: Doyle Hartman**

*Administrative Order SD-04-03*

Dear Mr. Hartman:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") on March 29, 2004 (*administrative application reference No. pMES0-412647138*); and (ii) the records of the Division in Santa Fe, including the files on Division Administrative Orders NSP-516 and 516-A, NSP-744, NSP-1193, NSP-1194, NSP-1517 (L) (SD), and NSL-4665 (SD) and Division Case No. 6197 (see Division Order No. R-5701: all concerning your plans for additional development of the Jalmat Gas Pool (79240) within the existing non-standard 320-acre lay-down gas spacing unit comprising the N/2 of Section 36, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico.

Your application has been duly filed under the provisions of the "Special Pool Rules for the Jalmat Gas Pool," as promulgated by Division Order No. R-8170-P, issued in Case No. 12563 on December 14, 2001.

The subject 320-acre unit was established by Division Administrative Order NSP-1517 (L) (SD), dated November 2, 1987 for the following two wells:

- (1) your State LM "T" Well No. 9 (API No. 30-025-26616), located at a standard gas well location 780 feet from the North line and 1860 feet from the West line (Unit C) of Section 36, which well was the subject of Division Administrative Orders NSP-1194, dated May 26, 1980, and NSP-1517 (L) (SD); and
- (2) your State LM "T" Well No. 10 (API No. 30-025-26617), located at a standard gas well location 1860 feet from the North line and 780 feet from the East line (Unit H) of Section 36, which well was the subject of Division Administrative Orders NSP-1193, dated May 26, 1980, and NSP-1517 (L) (SD).

By Division Administrative Order NSL-4665 (SD), dated November 26, 2001, a third Jalmat gas well for this unit, the State LM "T" Well No. 11 (API No. 30-025-35366), located at an unorthodox infill gas well location 1150 feet from the North line and 1750 feet from the East line (Unit B) of Section 36, was approved.

Doyle Hartman, Oil Operator  
May 5, 2004  
Page 2

Division Administrative Order SD-04-03

It is the Division's understanding that the above-described State LM "T" Well No. 10 (API No. 30-025-26617) in Unit "H" is to be replaced by recompleting the temporarily abandoned OXY USA Inc. Myers Langlie Mattix Unit Well No. 63, formerly known as and to be redesignated the State LM "T" Well No. 5 (API No. 30-025-09476), located at a standard infill gas well location 660 feet from the North and East lines (Unit A) of Section 36, which well was the subject of Division Administrative Order NSP-744. Further, once Jalmat gas production is established in the State LM "T" Well No. 5, the State LM "T" Well No. 10 will be abandoned.

It is further understood that you propose to drill the State LM "T" Well No. 12 as this unit's fourth active Jalmat gas well at a standard gas well location, pursuant to Rule 3 (A) (2) of the special rules governing the Jalmat Gas Pool, within either the NW/4 NW/4 (Unit D) or the SW/4 NW/4 (Unit E) of Section 36.

By the authority granted me under the provisions of Rules 4 (B) and (D) of the special rules governing the Jalmat Gas Pool, Doyle Hartman is hereby authorized to simultaneously dedicate Jalmat gas production to this 320-acre non-standard gas spacing unit from the above-described State LM "T" Wells No. 5, 9, 11, and 12. Furthermore, all provisions applicable to the subject 320-acre non-standard gas spacing unit in Division Administrative Orders NSP-1517 (L) (SD) and NSL-4665 (SD), not in conflict with this order, shall remain in full force and affect until further notice.

The provisions of Division Administrative Order NSL-4665 (SD), as to the above-described State LM "T" Well No. 10, shall remain in affect until such time as the State LM "T" Well No. 5 is successfully completed within the Jalmat Gas Pool and commences producing.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,



Michael E. Stogner  
Chief Hearing Officer/Engineer

MS/mes

cc: New Mexico Oil Conservation Division - Hobbs  
New Mexico State Land Office - Santa Fe  
Mr. J. E. Gallegos, Legal Counsel for Doyle Hartman - Santa Fe  
File: NSP-1517 (L) (SD)  
~~NSL-4665 (SD)~~