



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

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Cabinet Secretary

Plantation Operating, L.L.C.

2203 Timberloch Place – Suite 229

The Woodlands, Texas 77380

April 28, 2006

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Attention: **John Allred, P.E.**
jallred@plantationpetro.com

REINSTATEMENT of Division Administrative Order SD-04-10

Dear Mr. Allred:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") in Santa Fe, New Mexico on April 7, 2006 (*administrative application reference No. pTDS0-610034251*); and (ii) the Division's records in Hobbs and Santa Fe, including the files on Division Administrative Orders SD-80-12 and SD-04-10 and in Division Case No. 673: all concerning Plantation Operating, L.L.C.'s ("Plantation") request to reinstate Division Administrative Order SD-04-10, dated December 22, 2004, which order permitted the Doyle Hartman's plans to develop the Jalmat Gas Pool (**79240**) within the existing (approved by Division Order No. R-520, issued in Case No. 673 on August 12, 1954) non-standard 160-acre gas spacing unit comprising the NE/4 of Section 22, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico.

It is the Division's understanding that Doyle Hartman never drilled its proposed New Mexico "AA" State Well No. 7, which well was the subject of Division Administrative Order SD-04-10.

As the current operator of this unit, your request 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.

By the authority granted me under the provisions of Rules 4 (B) and (D) of the special rules governing the Jalmat Gas Pool, Division Administrative Order SD-04-10 is hereby reinstated in its entirety; however, this order shall be amended only to reflect Plantation as the operator of the existing 160-acre non-standard gas spacing unit and all three of the subject wells.

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

Sincerely,

Mark E. Fesmire, P. E.
Director

MEF/ms

cc: New Mexico Oil Conservation Division -- Hobbs
New Mexico State Land Office -- Santa Fe
File: SD-80-12
SD-04-10