

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION

GARREY CARRUTHERS  
GOVERNOR

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SANTA FE, NEW MEXICO 87504  
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December 7, 1989

Hal J. Rasmussen Operating, Inc.  
Six Desta Drive  
Suite 5850  
Midland, TX 79705

Attention: Jay Cherski

*Administrative Order NSL-2727*

Dear Mr Cherski:

Reference is made to your application of November 15, 1989 for an unorthodox Jalmat gas well location in an existing non-standard 320-acre gas spacing and proration unit (GPU) for said Jalmat Gas Pool comprising the N/2 SE/4 and SE/4 SE/4 of Section 9 and the S/2 NW/4, N/2 SW/4, and SW/4 SW/4 of Section 10, both in Township 23 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order R-4116, dated March 10, 1971, which also permitted the simultaneous dedication of the said GPU to the State "A" A/C-1 Well Nos. 37 and 38, located, respectively in Units F and M of said Section 10.

It is our understanding that the subject well in this application is currently temporarily abandoned in the Langlie-Mattix Pool and will be plugged back to the Jalmat Gas Pool upon issuance of this order.

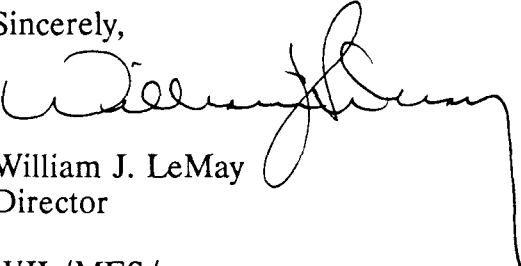
By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170, as amended, the following described well located at an unorthodox gas well location is hereby approved:

State "A" A/C-1 Well No. 88  
1980' FS & WL (Unit K) of said  
Section 10.

Also, you are hereby authorized to simultaneously dedicate Jalmat Gas production from the State "A" A/C-1 Well No. 88 with the State "A" A/C-1 Well Nos. 37 and 38; furthermore, you are hereby permitted to produce the allowable assigned the GPU from all of the said wells in any proportion.

Both of said Sections 9 and 10 were subject, in part, to Division Case No. 9775, whereby the applicant is seeking the rededication of acreage in the Jalmat Gas Pool. If, subsequent to an order issued in said Case No. 9775, the subject well in this administrative order is affected and placed in a redesignated Jalmat spacing unit, and such redesignation results in an unorthodox well location for the No. 88 well, the operator shall seek an amendment to this administrative order to properly reflect such changes. Said amendment shall be filed within 90 days from the date of issuance of an order in said Case No. 9775 and pursuant to Rule 2(c) of said Order No. R-8170, as amended.

Sincerely,



William J. LeMay  
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs  
NM Oil and Gas Engineering Committee - Hobbs  
NM State Land Office - Santa Fe  
File: Case No. 9775