



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

December 7, 1989

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

Attention: Jay Cherski

Administrative Order NSL-2731

Dear Mr Cherski:

Reference is made to your application of November 7, 1989 for an unorthodox Jalmat gas well location in an existing non-standard 280-acre gas spacing and proration unit (GPU) for said Jalmat Gas Pool comprising the SE/4 SW/4 of Section 10 and the S/2 NE/4 and NW/4 of Section 15, both in Township 23 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order R-4361, as amended, which also permitted the simultaneous dedication of the said GPU to the State "A" A/C-1 Well Nos. 31 and 33, located, respectively in Units H and F of said Section 15.

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.

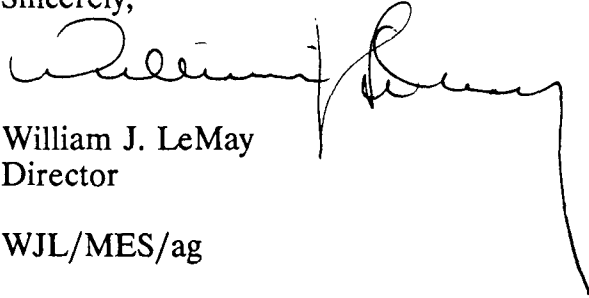
By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170, as amended, the following described well located at an unorthodox gas well location is hereby approved:

State "A" A/C-1 Well No. 89
660' FSL - 1980' FWL (Unit N) of said
Section 10.

Also, you are hereby authorized to simultaneously dedicate Jalmat Gas production from the State "A" A/C-1 Well No. 89 with the State "A" A/C-1 Well Nos. 31 and 33; 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 10 and 15 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. 89 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,

A handwritten signature in black ink, appearing to read 'William J. LeMay', with a long horizontal stroke extending to the right.

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