

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 6, 1989

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

Attention: Jay Cherski

*Administrative Order NSL-2722*

Dear Mr. Cherski:

Reference is made to your application of November 7, 1989 for two unorthodox Jalmat gas well locations in an existing non-standard 480-acre gas spacing and proration unit for said Jalmat Gas Pool comprising the W/2 and SE/4 of Section 24, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico. Said unit was authorized by Division Administrative Order No. NSP-1044, dated March 23, 1977, and was the subject, in part, of Division Case No. 9775. Authorization was also given in said Order NSP-1044 to simultaneously dedicate the State "A" A/C-1 Well Nos. 24, 25 and 32 located, respectively, in Units N, F and J of said Section 11 to this proration unit.

It is our understanding that both of the subject wells in this application are either producing from or temporarily abandoned in the Langlie-Mattix Pool and that both wells will be plugged back to the Jalmat Gas Pool.

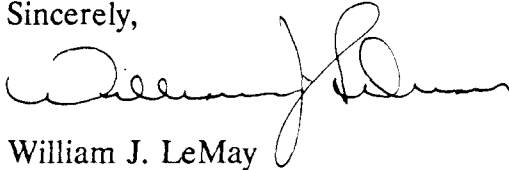
By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170, as amended, both of the following described wells located at unorthodox gas well locations are hereby approved:

State "A" A/C-1 Well No. 50  
660' FSL - 1980' FEL (Unit O); and

State "A" A/C-1 Well No. 107  
1980' FSL - 660' FWL (Unit L).

Also, you are hereby authorized to simultaneously dedicate Jalmat Gas production from both the State "A" A/C-1 Well Nos. 50 and 107 with the State "A" A/C-1 Well Nos. 24, 25 and 32; furthermore, you are hereby permitted to produce the allowable assigned the proration unit from all of the said wells in any proportion.

Sincerely,

A handwritten signature in dark ink, appearing to read 'William J. LeMay', with a long horizontal flourish 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  
Files: Case No. 9775  
NSP-1044