STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



BRUCE KING

GOVERNOR

OIL CONSERVATION DIVISION

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

June 26, 1991

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

Attention: Bonita Gilbert

Administrative Order NSP-1629(L)(SD)

Dear Ms. Gilbert:

Reference is made to your application dated March 23, 1991 for a 120-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 16: NE/4 NE/4 and S/2 NE/4

It is our understanding that this unit is to be simultaneously dedicated to the existing Ares State Well Nos. 1 and 2, both located at standard gas well locations for this proration unit in Units A and H, respectively of said Section 16, and to the existing Ares State Well No. 4 located 1650 feet from the North line and 1980 feet from the East line (Unit G) of said Section 16, which is an unorthodox gas well location for this proration unit.

By authority granted me under the provisions of Rules 2(a)4 and 2(c) of the Special Rules and Regulations for the Jalmat Gas Pool, as promulgated by Division Order No. R-8170, as amended, the above-described non-standard gas proration unit and resulting unorthodox gas well location are hereby approved.

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Also, you are hereby authorized to simultaneously dedicate Jalmat Gas Production from the Ares State Well Nos. 1, 2 and 4 and produce the allowable assigned to said non-standard unit from all three wells in any proportion.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs

NM State Land Office - Santa Fe