

NSP 2/16/98

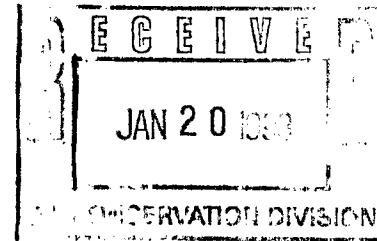
**PERMIAN RESOURCES** INCORPORATED

January 15, 1998

New Mexico Oil Conservation Commission  
2040 S. Pacheco  
Santa Fe, NM 87505

ATTN: Mr. Michael Stogner

RE: Special Order Request  
Non Standard Proration Unit  
Jalmat Gas Field  
Lea County, New Mexico



Dear Mr. Stogner:

Permian Resources, Inc. ("Permian") is the operator of the following well which currently produces out of the Langlie Mattix Queen zone:

Carlson B-27#2, 2310' FSL, 330' FWL  
Section 27, Township 25 South, Range 37 East,  
Lea County, New Mexico  
Perforations: 3302-3235 Langlie Mattix(Queen)

This current zone has become marginal to operate in the current Langlie Mattix zone. The company has identified potential gas pay in the upper Yates-Seven Rivers zones and would like to re-complete from that zone. If productive those zones the well would be reclassified into the Jalmat (Tansil Yates Seven Rivers) Field.

Jalmat Gas field rules call for a 640-acre proration unit. Permian is asking the Oil Conservation Commission to amend that rule for a Non-Standard Proration Unit to encompass the 120 acres it owns under common ownership. That proration unit will encompass the acreage below.

120 acres, more or less located in the  
East Half of the Southeast Quarter(E/2 SE/4)  
Southwest Quarter of the Southeast Quarter(SW/4 SE/4)  
Section ~~23~~, Township 25 South, Range 37 East,  
Lea County, New Mexico

We have included a listing of the active Jalmat offset operators, copies of letters to those operators, and a Form C-102 plat showing the location of the dedicated lands in proposed Non-Standard Proration Unit.

P. O. BOX 590 • MIDLAND, TEXAS 79702-0590  
PHONE: (915) 685-0113 • FAX: (915) 685-3621

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We appreciate your timely review of this matter since we would like to begin work on this well to satisfy time and work commitments which have been submitted to partners.

If you have any questions please feel free to call.

Sincerely,

A handwritten signature in black ink, appearing to read "Robert Marshall". The signature is fluid and cursive, with the first name "Robert" and last name "Marshall" clearly distinguishable.

Robert Marshall  
Vice President

LISTING OF ACTIVE OFFSET OPERATORS  
JALMAT GAS FIELD  
Permian Resources, Inc.  
Township 25 South, Range 37 East  
Lea County, New Mexico  
9 Section Area Around Section 27

Westbrook Oil Company  
P.O. Box 2264  
Hobbs, NM 88240

Burlington Resources Oil & Gas  
P.O. Box 51810  
Midland, TX 79710

Prime Operating Co.  
3300 North A Street  
Bldg. One  
Suite 238  
Midland, TX 79705

F&M Oil & Gas Co.  
Box 891  
Midland, TX 79702

ARCO Permian  
Box 1710  
Hobbs, NM 88240

Doyle Hartman  
P.O. Box 10426  
Midland, TX 79702

Lanexco, Inc.  
P.O. Box 2730  
Midland, TX 79702

Chance Properties  
P.O. Box 755  
Hobbs, NM 88241

Bettis, Boyle, and Stoval  
P.O. Box 1240  
Graham, TX 76450

District I  
PO Box 1980, Hobbs, NM 88241-1980  
District II  
PO Drawer DD, Artesia, NM 88211-0719  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

Form C-102  
Revised February 10, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number <b>30-125-11809</b>		Pool Code <b>37240</b>	Pool Name <b>JALMAT (TANSILL-YATES-SEVEN RIVERS)</b>
Property Code <b>008964</b>	Property Name <b>CARLSON B-27</b>		Well Number <b>2</b>
OGRID No. <b>025797</b>	Operator Name <b>PERMIAN RESOURCES</b>		Elevation <b>3026 GL</b>

<sup>10</sup> Surface Location

UL or lot no. <b>I</b>	Section <b>27</b>	Township <b>25S</b>	Range <b>37E</b>	Lot Idn	Feet from the <b>2310</b>	North/South line <b>SOUTH</b>	Feet from the <b>330</b>	East/West line <b>EAST</b>	County <b>LEA</b>
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<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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<sup>12</sup> Dedicated Acres	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<sup>16</sup> <b>BURLINGTON</b> *2 CARLSON-HARRISON FED. <b>NSP R-8107</b> *3 CARLSON-HARRISON FED. <b>WESTBROOK</b> *1 <b>R-6174</b> <b>BURLINGTON</b> *1 <b>NSP R-6170</b> SANTA FE FEDERAL				<b>BURLINGTON</b> *5 CARLSON-HARRISON FED. <b>NSP R-8303</b> <b>F</b> <b>G</b> <b>K</b> <b>J</b> <b>N</b> <b>O</b>				<sup>17</sup> OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief <b>22</b> <i>Permian Resources Inc.</i> Signature <b>ROBERT MARSHALL</b> Printed Name <b>VICE PRESIDENT</b> Title <b>1-15-98</b> Date	
				<b>PERMIAN RESOURCES</b> *2 <b>CARLSON B27</b>		<sup>18</sup> SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. <b>BCD Operating</b> Date of Survey Signature and Seal of Professional Surveyor Certificate Number			

Section 27: All Federal Minerals

**PERMIAN RESOURCES** INCORPORATED

January 15, 1998

Chance Properties  
P.O. Box 755  
Hobbs, NM 88241

RE: Application for Non Standard Proration Unit  
Jalmat (Tansil Yates Seven Rivers)  
Lea County, New Mexico

Ladies and Gentlemen:

Permian Resources, Inc. is applying for Non Standard Proration Unit exception to the Jalmat Field rules in Lea County, New Mexico. I have enclosed a copy of the C-102 plat for your review. If you have any questions please feel free to call.

Sincerely,



Robert Marshall

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INCORPORATED

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