

NOTICE: Jalmat Operators

TO:	All Operators in the Jalmat Pool
FROM:	Michael E. Stogner, Chief Hearing MS, Examiner/Engineer (NMOCD)
SUBJECT:	 (1) Approvals for Infill Gas Wells and (2) Operators Meeting to Review the Rules Governing the Jalmat Pool.
DATE:	January 11, 2000

The Division believes that recent issues in the Jalmat Pool warrant review of the rules and procedures governing this pool.

Since December 23, 1999, the Division has been holding and not approving applications for additional gas wells on a density of less than 160 acres pending a review of the special rules governing the Jalmat Pool.

An Operators' meeting is therefore scheduled for January 25, 2000 in Hobbs, New Mexico at the Division's District office located at 1625 N. French Drive. This meeting will start at 9:00 a.m. and is expected to conclude by 12:30 p.m. All participants are encouraged to discuss openly any problems, concerns, and issues affecting this pool. Further, proposed rule changes by all operators will be discussed and, if needed, a committee will be formed to entertain such changes and prepare a formal presentation to be considered for adoption.

A Division Examiner's Hearing is scheduled on March 2, 2000 for the Operators group to report and make recommendations of possible rule changes.

It is important that all operators in the Jalmat Pool participate so that a full and comprehensive discussion is held identifying all pertinent issues affecting further development of this pool.