



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

August 5, 2003

Lori Wrotenbery
Director
Oil Conservation Division

Doyle Hartman, Oil Operator
P. O. Box 10426
Midland, Texas 79702

Telefax No. (915) 682-7616

Administrative Order NSL-4931 (NSP) (SD)

Dear Mr. Hartman:

Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") on June 6, 2003 (*administrative application reference No. pKRV0-316135921*); and (ii) the Division's records in Santa Fe, including the file on Division Case No. 3754: all concerning your request for an unorthodox infill Jalmat gas well location within a previously established 280-acre non-standard gas spacing unit comprising the SW/4, W/2 SE/4, and SE/4 SE/4 of Section 35, Township 23 South, Range 36 East, NMPM, Lea County, New Mexico.

Your application has been duly filed under the provisions of the "*Special Pool Rules for the Jalmat Gas Pool*," as promulgated by Division Order No. R-8170-P, issued in Case No. 12563 on December 14, 2001.

This 280-acre gas spacing unit was initially established by Division Order No. R-3425, issued in Case No. 3754 on June 5, 1968 for the following two wells:

- (1) your existing Stevens "A-35" Com. Well No. 1 (API No. 30-025-09465), located at a standard gas well location for this GPU 1980 feet from the South and East lines (Unit J) of Section 35; and
- (2) your recently recompleted Stevens "A-35" Com. Well No. 2 (API No. 30-025-09467), located a standard infill gas well location for this 280-acre GPU 1650 feet from the South line and 990 feet from the West line (Unit L) of Section 35.

By the authority granted me under the provisions of Rules 4 (A), (B), and (D) of the special rules governing the Jalmat Gas Pool, the above-described non-standard 280-acre gas spacing unit is hereby restored. Further, the following described well to be reentered and recompleted into the Jalmat Gas Pool at an unorthodox infill gas well location within this 280-acre gas spacing unit is hereby approved:

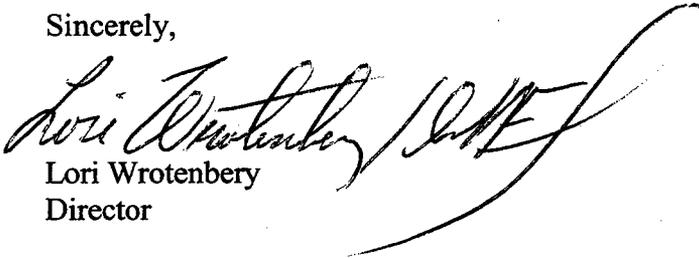
**Stevens "B-35" Well No. 1, to be redesignated the Stevens "A-35" Com. Well No. 4
990' FSL & 660' FEL (Unit P)
(API No. 30-025-26267).**

Also, pursuant to Rule 6 (B) of the Jalmat special pool rules, you are hereby authorized to simultaneously dedicate Jalmat gas production from the three above-described Stevens "A-35" Com. Wells No. 1, 2, and 4.

All provisions applicable to this restored 280-acre non-standard gas spacing unit in Division Orders No. R-3425 not in conflict with this order shall remain in full force and affect until further notice.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,



Lori Wrotenbery
Director

LW/mes

cc: New Mexico Oil Conservation Division – Hobbs
U. S. Bureau of Land Management - Carlsbad