



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

September 25, 1990

Hal J. Rasmussen Operating, Inc.
Six Desta Drive
Suite 2700
Midland, TX 79705

Attention: Jay Cherski

Administrative Order NSL-2874

Dear Mr. Cherski:

Reference is made to your application dated July 25, 1990 for an unorthodox Jalmat gas well location in an existing non-standard 640-acre gas spacing and proration unit (GPU) for said Jalmat Gas Pool comprising the N/2 and SW/4 of Section 13 and the NE/4 of Section 14, both in Township 23 South, Range 36 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order No. R-9073, dated December 14, 1989 (Paragraph No. (11) of Exhibit "A") and had dedicated thereon the State "A" A/C-1 Well Nos. 20, 21 and 22 located, respectively, in Units C, H and N of said Section 13 and Well Nos. 77 and 13 located respectively in Units B and H of said Section 14 to this proration unit.

By Division Order R-9073-A, dated February 28, 1990, three additional wells, the State "A" A/C-1 Well Nos. 66, 71 and 75, located at unorthodox gas well locations in Units D, M and L, respectively, of said Section 13 were approved for the subject GPU.

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, the following described well located at an unorthodox gas well location is hereby approved:

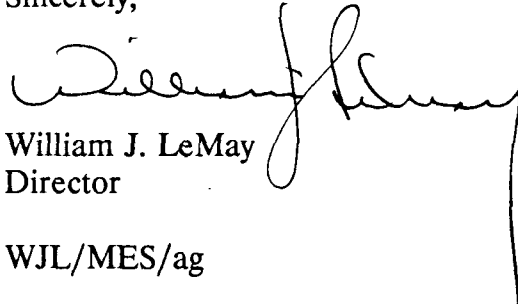
State "A" A/C-1 Well No. 106
660' FN & EL (Unit A) of said
Section 13.

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Also, you are hereby authorized to simultaneously dedicate Jalmat Gas production from the State "A" A/C-1 Well No. 106 with the State "A" A/C-1 Well Nos. 13, 20, 21, 22, 66, 71, 75 and 77; furthermore, you are hereby permitted to produce the allowable assigned the GPU from all of the said wells in any proportion.

All provisions of Division Order R-9073-A, dated February 28, 1990 and those provisions applicable to the subject GPU in Division Order No. R-9073 shall remain in full force and effect until further notice.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Hobbs
NM State Land Office - Santa Fe
File: Case No. 9775
Case No. 9874