STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

December 20, 1990

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

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

Attn: Jay Cherski

Re: Reclassification

State A A/c-1 #93-B Section 9, T23S, R36E

Jalmat Pool

Gentlemen:

According to the recently submitted "special" gas/oil ratio test the above-referenced well will need to be reclassified from oil to gas. Since this well has been classified as an oil well it is outside the boundary of an existing gas proration unit and in order to classify it as a gas well you will need to request a 40-acre NSP for this well. The other option would be to have the 440-acre NSP consisting of SW/4 Sec.4, N/2 NW/4, SW/4 NW/4 and SW/4 Sec. 9 increased to include this acreage.

It appears the 40-acre NSP might be less complicated and your well may not produce more than a 40-acre allowable.

Effective January 1, 1990, we will assign a 40-acre gas allowable to this well and the oil allowable will be cancelled and you will have 60 days in which to obtain approval of an NSP.

If you have any questions concerning this, please contact Evelyn Downs at (505) 393-6161.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

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