STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

October 9, 1990

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 827-5800

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

Attention : Jay Cherski

RE: State "A" A/C-1 Well No. 73, 660' FNL & 1980' FEL (Unit C) 23-23S-36E, Jalmat Gas Pool, Lea County, New Mexico.

Dear Mr. Cherski:

Reference is made to your application dated March 15, 1990 to reduce an existing 320-acre non-standard gas spacing and proration unit comprising the N/2 of Section 23, Township 23 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to a 280-acre unit by deleting the NE/4 NW/4 of said Section 23 because the No. 73 well had tested out as an oil well. It is my understanding by correspondence dated August 24, 1990 from Ms. Evelyn Downs in our Hobbs District Office that as a result of retesting, the subject well should be properly classified as a gas well instead; therefore, the subject application is unnecessary and should be withdrawn. Please disregard my letter to you dated September 25, 1990 requesting additional information. At this time, I am returning the subject filing to you.

Should you have any questions concerning this matter, please contact me.

Sincerely,

Michael E. Stogner Petroleum Engineer

MES/ag

cc: Oil Conservation Division - Hobbs