

HAL J. RASMUSSEN OPERATING, INC.
SIX DESTA DRIVE, SUITE 2700
MIDLAND, TEXAS 79705
(915) 687-1664

September 6, 1990

~~Mr. William J. LeMay
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501~~

RE: Administrative approval to delete fourty acres from a Non-Standard Gas Proration Unit located in the Jalmat Gas Field and to dedicate the deleted acreage to a Jalmat Oil Well.

Dear Mr. LeMay:

Hal J. Rasmussen Operating, Inc. respectfully requests administrative approval to delete fourty acres from a Non-Standard Gas Proration Unit located in the Jalmat Gas Field and to Dedicate the deleted acreage to a Jalmat Oil Well.

The current Non-Standard Gas Proration Unit, comprised of 440 acres and approved by Division Order R-9073 dated December 14, 1989, is located in the SW 1/4 of Section 4, T 23 S, R 36 E, the N 1/2 of the NW 1/4, the SW 1/4 of the NW 1/4 and the SW 1/4 of Section 9, T 23 S, R 36 E, in the State "A" Account 1 Lease and is dedicated to Wells 18 and 111 located in Unit letters M and N respectively of Section 4, T 23 S, R 36 E, and wells 9, 14, and 104 located in Unit letters E, K, and M respectively of Section 9, T 23 S, R 36 E, Lea County, New Mexico. (See Exhibit A.)

The fourty acres to be deleted are located in the SE 1/4 of the SW 1/4 of Section 9, T 23 S, R 36 E, Lea County, New Mexico. The Acreage will be dedicated to the State "A" Account 1 well #123 to be located 990' FSL and 2250' FWL of Section 9, T 23 S, R 36 E. The proposed well will be completed in the Seven Rivers formation as an oil well. (See Exhibit B.)

If approved, the resulting Non-Standard Gas Proration Unit will be comprised of 400 acres located in the SW 1/4 of Section 4, T 23 S, R 36 E, the N 1/2 of the NW 1/4, the SW 1/4 of the NW 1/4, the N 1/2 of the SW 1/4 and the SW 1/4 of the SW 1/4, of Section 9, T 23 S, R 36 E. (See Exhibit C.)