



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE
September 17, 1980

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88240
(505) 393-6161

Mr. Doyle Hartman
P. O. Box 10426
Midland, Texas 79702

Dear Mr. Hartman:

We have this date approved Forms C-104 and assigned oil allowables in the Jalmat Pool for your E. C. Winters Well No. 2 located in Unit H of Section 18, T-25-S, R-37-E, and Etz Well No. 3 located in Unit E of Section 7, T-25-S, R-37-E.

It appears that each of the above wells, as well as the Etz Well No. 2 also located in Unit E of Section 7, T-25-S, R-37-E, is producing from the same depth and is located on acreage already dedicated to a Jalmat gas well. Since Division Order No. R-1670 prohibits dual dedication of acreage to an oil well and a gas well in the Jalmat Pool, it is necessary for the two gas proration units to be revised as follows:

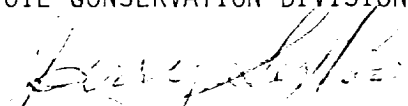
E. C. Winters Well No. 1, Unit B, Section 18, T-25-S, R-37-E, to which the NE/4 of Section 18 is presently dedicated, to be reduced from 160 to 120 acres.

Etz Well No. 1, Unit D, Section 7, T-25-S, R-37-E, to which the W/2 NW/4 of Section 7 is presently dedicated, to be reduced from 80 to 40 acres.

We are making these reductions in acreage effective the date of oil allowable assignments to the two new oil wells. It will be necessary, however, for you to submit two copies of a revised Form C-102 for each of the gas wells involved, outlining the revised proration units, and to apply to the Santa Fe office of the Oil Conservation Division for approval of the revised non-standard proration units.

Yours very truly,

OIL CONSERVATION DIVISION


Jerry Sexton
Supervisor, District 1

mc
cc-Mr. Joe D. Ramey, Director
OCD, Santa Fe