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distribution system was installed, all in anticipation of promptly spudding the Dabbs No. 3.

However, on February 28, 1986 the Jalmat and Eumont Gas pools of Lea County, New Mexico underwent massive shut-ins at the hands of El Paso Natural Gas Company and Northern Natural Gas Company. It was immediately recognized that these precedent setting shut-ins could be quite lengthy and that there was no assurance of when the pools would be returned to production. Because of the massive shut-ins of the Jalmat and Eumont Gas pools and Hartman's financial inability to drill while his income was substantially cut off, the 6-month drilling permit period approved by the OCD on January 21, 1986 expired.

With OCD Order R-8133 approving a non-standard gas proration unit and unorthodox gas well location still in effect, we hereby re-submit OCD forms C-101 and C-102 for the Dabbs No. 3. We have recently received approval from the OCD to drill three (3) other wells in Lea County, the first of which we plan to spud next week when a drilling rig becomes available. Because of the current availability of a Cactus rig, we would like to make the proposed Dabbs No. 3 well the fourth well in our 1989 drilling program.

Please let us know if we may furnish further information in this regard.

Very truly yours,

DOYLE HARTMAN



Michael Stewart
Engineer

MS/mw

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