DOYLE HARTMAN

Oil Operator

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August 11, 1989

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Mr. Victor T. Lyons State of New Mexico Energy and Minerals Department Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87504

> Re: Arnott Ramsey NCT-B No. 13 NE/4, S/2 SE/4, NW/4 SE/4 Section 32, T-25-S, R-37-E Lea County, New Mexico (280-acre proration unit) 1. Non-Standard <u>Proration Unit</u> 2. Notice of Section 103) mit meded Infill Application

Gentlemen:

We are in the process of preparing to file Forms C-101 and C-102 with the Oil Conservation Division District I Office for permission to drill our newly proposed Arnott Ramsey NCT-B No. 13 as a 3180-feet infill Jalmat (gas) well at a standard Jalmat (gas) location consisting of 990' FSL & 1980' FEL (O), Section 32, T-25-S, R-37-E, Lea County, New Mexico.

We hereby request administrative approval for a 280-acre non-standard Jalmat (gas) proration unit consisting of NE/4, S/2 SE/4, and NW/4 SE/4 Section 32, T-25-S, R-37-E to be dedicated to our newly proposed Arnott Ramsey NCT-B No. 13 well. Currently, the E/2 Section 32 is dedicated to Chevron's Arnott Ramsey NCT-B No. 7. However, Doyle Hartman (partial successor in interest and operator for James A. Davidson) has been assigned by Chevron the NE/4, S/2 SE/4 and NW/4 SE/4 Section 32, T-25-S, R-37-E (a copy of the assignment is attached for review by the NMOCD). Furthermore, as a provision of the assignment, Chevron has agreed to cooperate with and waive any objections to non-standard proration units and/or non-standard well locations necessary to accomplish any proposed infill drilling on the assigned acreage. Therefore, Hartman proposes to dedicate the subject 280 acres to his newly proposed Arnott Ramsey NCT-B No. 13 well.

Since the proration unit for Chevron's Arnott Ramsey NCT-B No. 7 is being reduced from its present 320-acre proration unit consisting of the