

March 18, 2002

Mr. Tim Gum
District Supervisor
Oil Conservation Division
1301 West Grand Avenue
Artesia, New Mexico 88210

RE: Case No. 12811

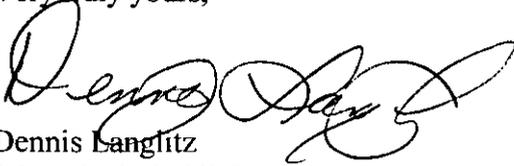
Dear Mr. Gum:

This letter is to inform your office that Well #1 is in production and producing water that will be used in the water flooding of the field, and therefore, is in compliance with Rule 201.B.

Well #10 is still being worked over at this time. A work over rig is on location. This well is on Bureau of Land Management land and has been approved to be plugged. A request has been submitted to return this well to production of water and whatever small amount of oil it may produce. The water will be used to supplement water flooding this field. With this extra water, I will no longer be required to purchase fresh water from the City of Carlsbad's Double Eagle Water System. This move will save the injection of 800 to 1,000 barrels of fresh water each month. Work on this well is proceeding, now that I have been able to secure the use of a well servicing unit. I must request, however, additional time to complete the work over, pending approval by the Bureau of Land Management Field Office.

Your assistance in this matter will be greatly appreciated.

Very truly yours,



Dennis Langlitz
Jehovah Jireh Oil Company

cc: David K. Brooks, Assistant General Counsel
New Mexico Oil Conservation Division

OIL CONSERVATION DIV
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