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PHILLIPS PETROLEUM COMPANY

ODESSA. TEXAS 79762 4001 PENBROOK JUL 19'88

O. C. D. ARRESIA, OFFRICE

EXPLORATION AND PRODUCTION GROUP

June 18, 1988

Application for Multiple Completion James A^(M)Well No. 1 Unit O, Section 2, T-22-S, R-30-E, Eddy County, New Mexico

State of New Mexico Energy, Minerals and Natural Resources Dept. Oil Conservation Division P. O. Drawer DD Artesia, New Mexico 88210

Attn: Mike Williams

Gentlemen:

Enclosed is C-107 with relevant data to update well records pertaining to the dual completion of our James A, Well No. 1 located 2006' FEL and 665' FSL of Section 2, T-22-S, R-30-E, Eddy County, New Mexico. The subject well was originally completed in the Morrow formation on November 30, 1966, the Strawn formation was perforated in January, 1967, and the Morrow zone was shut-in behind a packer. The well has been producing from the Morrow zone since the Strawn completion was shut-in during a workover in January, 1973. At present, Morrow production has declined and we are testing the Strawn formation with plans to produce the Strawn as a single completion shutting in the Morrow formation behind a packer.

All offset operators have been provided with a copy of this letter and attached data on this date. If any further information is needed, please contact me at the above address or telephone 915/367-1488.

Your very truly,

Jarry M. Sandus

Larry M. Sanders Regulation and Proration Supervisor

LMS:AP Attachment